

**Notice of Sale and
Official Statement**

New Issue- Book Entry Only

**\$11,925,000
TAXABLE COMBINED PURPOSE
BUILDING BONDS
OF 2025**

**INDEPENDENT SCHOOL DISTRICT NO. 22
CANADIAN COUNTY, OKLAHOMA
(Piedmont Board of Education)**

Date of Sale

May 21, 2025
11:45 o'clock a.m.

Financial Advisor

Stephen L. Smith Corp.
531 East A Street, Suite 301
Jenks, Oklahoma 74037

This Official Statement does not constitute an offer to sell or a solicitation of an offer to buy within any jurisdiction to any person to whom it is unlawful to make such offer or solicitation within such jurisdiction. In connection with the offering of these Bonds, no dealer, salesman or any other person has been authorized to give any information or to make any representation other than contained herein. If given or made, such information or representation must not be relied upon.

The information contained in the Official Statement, including the cover page hereto, has been obtained from public officials, official records and from other sources which are deemed to be reliable. No representation or warranty is made, however, as to the accuracy or completeness of such information. The delivery of this Official Statement does not at any time imply that information contained herein is correct as of any date subsequent to its date.

Any statements contained in this Official Statement involving matters of opinion, estimation or projection, whether or not expressly so stated, are intended as such and not as representations of fact. This Official Statement shall not be construed as a contract or agreement between the School District and the purchasers or holders of any of the Bonds.

THE DATE OF THIS OFFICIAL STATEMENT IS APRIL 18, 2025

**INDEPENDENT SCHOOL DISTRICT NO. 22
CANADIAN COUNTY, OKLAHOMA
(Piedmont Board of Education)**

Officers and Members of the Board of Education

LAYNE JONES, President and Member
KATIE CORNMAN, Vice President and Member
JERROD MOSER, Clerk and Member
DEREK JONES, Member
NEAL CAST, Member

School District Officials

DREW EICHELBERGER, Superintendent
JENNIFER FULLER, Treasurer

Financial Advisor

STEPHEN L. SMITH CORP.
531 East A Street, Suite 301
Jenks, Oklahoma 74037
Telephone: (918) 296-9980

NOTICE OF SALE OF BONDS

In accordance with 62 O.S. 2021, § 354, notice is hereby given that the Board of Education of Independent School District Number 22 of Canadian County, Oklahoma will receive bids by; sealed bid, facsimile bid, electronic (Parity®) bid or similar secure electronic bid on the 21st day of May, 2025, until 11:45 o'clock a.m., and the Board of Education will award said Bonds at 12:00 o'clock p.m. on the 21st day of May, 2025, at the Conference Room, Piedmont Learning Center and Administration Office, Piedmont Public Schools, 615 Edmond Road NW, Piedmont, Oklahoma, for the sale of \$11,925,000 of Taxable Combined Purpose Building Bonds of said School District, which Bonds will mature \$11,925,000 annually in two (2) years from their date until paid.

Said Bonds shall be sold to the bidder bidding the lowest rate of interest the Bonds shall bear, and agreeing to pay par and accrued interest for the Bonds. Each bidder shall submit with his bid a sum in cash, cashier's or certified check, electronic (wire) transfer or surety bond payable to the treasurer of the District, equal to two (2%) percent of the amount of his bid. The Board reserves the right to reject all bids.

WITNESS my official hand and seal this 14th day of April, 2025.

/s/ JERROD MOSER
Clerk, Board of Education

(SEAL)

CONDITIONS OF THE SALE

INDEPENDENT SCHOOL DISTRICT NO. 22 CANADIAN COUNTY, OKLAHOMA (Piedmont Board of Education)

\$11,925,000 Taxable Combined Purpose Building Bonds of 2025

PLACE AND TIME OF THE SALE

The Board of Education of Independent School District No. 22 of Canadian County, Oklahoma, will receive sealed bids at the Conference Room, Piedmont Learning Center And Administration Office, Piedmont Public Schools, 615 Edmond Road Nw, Piedmont, Oklahoma, until 11:45 o'clock a.m. local time, May 21, 2025, for the sale of the \$11,925,000 Taxable Combined Purpose Building Bonds of 2025 ("the Bonds"), more completely described in the "Official Statement" which is a part hereof.

ADDRESS OF BIDS

Sealed bids plainly marked "Bid for Bonds" may be mailed either to "Drew Eichelberger, Superintendent of Schools, Piedmont Public Schools, 615 Edmon Road Nw, Piedmont, Oklahoma 73078", or to the Financial Advisor at the address set out on the cover page hereof. Sealed bids must be submitted in duplicate on the Official Bid Form furnished herein.

TYPES OF BIDS AND INTEREST RATES

The Bonds will be sold in one block, all or none, and no bid of less than par and accrued interest will be considered. Bidders must specify the rate or rates of interest the Bonds will bear. However, no interest rate in excess of ten percent (10%) will be considered. Bidders shall specify the rate or rates of interest in multiples of one-eighth (1/8) or one-twentieth (1/20) of one percent per annum. Bidders are not restricted as to the number of rates that may be named, provided that the same rate shall be specified for all bonds of the same maturity.

BASIS FOR AWARD

For the purpose of awarding the Bonds, the interest cost of each bid will be computed by determining, at the rate or rates specified therein, the total of all interest on the Bonds from the date thereof to their respective maturities, and deducting therefrom the premium bid, if any. The Bonds, if sold, will be awarded to the bidder whose bid, on the basis of the above computation, produces the lowest interest cost to the School District. THE SCHOOL DISTRICT RESERVES THE RIGHT TO REJECT ALL BIDS AND TO WAIVE ANY MINOR IRREGULARITIES.

ENERGY DISCRIMINATION ELIMINATION ACT OF 2022

All bidders will be required to attest they are in compliance with the requirements of 74 O.S. 2021 § 12001 et seq, The Energy Discrimination Elimination Act of 2022. The Act states a governmental entity shall not enter into a contract for goods and services with another entity that boycotts energy companies, unless certain requirements are met. For more information, please visit:

<https://www.oscn.net/applications/oscn/DeliverDocument.asp?CiteID=492600>.

GOOD FAITH DEPOSIT

Each bid must be accompanied by a good faith deposit in the form of a Certified or Cashier's Check made payable to the Treasurer of the School District in the amount of two percent (2%) of the par value of the Bonds. The good faith deposit of the successful bidder will be retained by the School District to assure performance of the contract on the part of said bidder. In the event said bidder should fail or refuse to take up and pay for the Bonds in accordance with his bid, then said check will be cashed as full liquidated damages. Otherwise, said check will be returned to the purchaser upon payment for the Bonds. No interest will be allowed on said check. Checks of unsuccessful bidders will be promptly returned.

BOOK-ENTRY ONLY BONDS

The Bonds are being issued book-entry only and a complete transcript of the legal proceedings had in connection with the issuance of the Bonds will be furnished to the purchaser at no expense.

LEGAL OPINION

Bids may be submitted subject to the opinion of the Attorney General of the State of Oklahoma and Phillips Murrah P.C., which will be provided by the School District without cost to the purchaser.

THE INTERNAL REVENUE CODE OF 1986

The \$11,925,000 Taxable Combined Purpose Building Bonds of 2025 will not be designated as “qualified tax-exempt obligations” (as defined in Section 265(b)(3)(B) of the Code).

EXEMPTION FROM OKLAHOMA STATE INCOME TAXATION

Pursuant to Title 68, Oklahoma Statutes 2021, Section 2358.4, the Bonds issued by the School District shall be exempt from Oklahoma Income Taxation.

NON-LITIGATION CERTIFICATE

At the time of delivery of the Bonds, the School District will execute and furnish the purchaser with a certificate to the effect that no litigation of any nature has been filed or is then pending to restrain or enjoin the issuance or delivery of the Bonds, or affecting the provisions made for their payment or security, or in any manner questioning the validity of the Bonds.

THE OFFICIAL STATEMENT AND COMPLIANCE WITH SEC RULE 15c2-12

The School District has prepared the accompanying Official Statement, and for the limited purpose of complying with SEC Rule 15c2-12, deems such Official Statement to be final as of its date within the meaning of such Rule for the purpose of review prior to bidding. The School District will furnish to the Purchaser or Purchasers acting through a designated senior representative, in accordance with instructions received from the Purchaser(s), within seven (7) business days from the sale date a maximum of forty (40) copies of the Official Statement including a like number of copies of a supplement reflecting interest rates and other terms relating to the initial reoffering of the Bonds. The cost of any Official Statement and Supplement in excess of the number specified shall be prepared and distributed at the cost of the Purchaser(s). The Purchaser(s) shall be responsible for providing the initial reoffering prices and other terms, if any, to the Financial Advisor by the close of the next business day after the sale. Except as noted above, the School District assumes no responsibility or obligation for the distribution or delivery of any copies of the Official Statement in connection with the offering or reoffering of the Bonds.

CONTINUING DISCLOSURE

The School District has covenanted for the benefit of the Bondholders to provide certain financial information and operating data relating to the School District by not later than ten months following the end of its fiscal year (the “Annual Financial Information”), and to provide notices of the occurrence of certain enumerated events. The Annual Financial Information will be filed by the School District with the Municipal Securities Rulemaking Board (the “MSRB”) through its Electronic Municipal Market Access (“EMMA”) system. These covenants have been made in order to assist the Underwriters in complying with SEC Rule 15c2-12(b)(5). In the last five years, the School District has not failed to comply in all material respects with any previous undertakings with regard to continuing disclosure.

CUSIP NUMBERS

CUSIP identification numbers will be printed on the Bonds if assigned by the CUSIP Service Bureau, but neither the failure to print the numbers nor any error with respect thereto shall constitute cause for refusal by the purchaser to accept delivery of the Bonds. All expenses in relation to the printing of the CUSIP Service Bureau numbers shall be paid by the School District except that the CUSIP Service Bureau charge for the assignment of numbers shall be the responsibility of and paid by the purchaser.

DELIVERY OF BONDS

Delivery of the Bonds shall be made at any bank in Oklahoma City or Tulsa, Oklahoma, designated by the purchaser, against payment of the agreed upon purchase price. Delivery of the Bonds to the purchaser is anticipated on or about July 11, 2025.

ADDITIONAL INFORMATION MAY BE OBTAINED FROM THE FINANCIAL ADVISOR, STEPHEN L. SMITH CORP., 531 EAST A STREET, SUITE 301, JENKS, OKLAHOMA 74037, PHONE: 918-296-9980 FAX: 918-296-9902.

In the opinion of Bond Counsel, interest on the Bonds is included in the gross income of the owners thereof for Federal income tax purposes, and interest on the Bonds is exempt from Oklahoma income taxation. See “Tax Matters” herein.

NEW ISSUE- BOOK-ENTRY ONLY
Standard & Poor’s Rating: TBD
Rating: Oklahoma Number 1

Maximum Rate: 10%

\$11,925,000 Taxable Combined Purpose Building Bonds of 2025
INDEPENDENT SCHOOL DISTRICT NO. 22
CANADIAN COUNTY, OKLAHOMA
(PIEDMONT BOARD OF EDUCATION)

Dated: July 1, 2025 **Due: July 1, as shown below**

The Bonds are being issued by Independent School District No. 22 of Canadian County, Oklahoma (the “School District”). The Bonds are dated as of July 1, 2025. Interest on the Bonds is payable on July 1 (each an “Interest Payment Date”), commencing July 1, 2027. The Bonds will be initially issued, in fully registered form, in the name of Cede & Co., as nominee of The Depository Trust Company (“DTC”), New York, New York. Purchases of the Bonds will be made in book-entry form only, through brokers and dealers who are, or who act through DTC participants. Purchases of the Bonds may be made in the denomination of \$5,000 or any integral multiple thereof. **Beneficial owners of the Bonds will not receive physical delivery of Bond certificates so long as DTC or a successor securities depository acts as the securities depository with respect to the Bonds.** So long as DTC or its nominee is the registered owner of the Bonds, payment of the principal and interest on the Bonds will be payable by UMB Bank, N.A., Oklahoma City, Oklahoma, as initial Paying Agent and Registrar (the “Paying Agent and Registrar”), to DTC or its nominee and disbursement of such payments to DTC Participants will be the responsibility of DTC and disbursement of such payments to beneficial owners of the Bonds will be the responsibility of DTC Participants and Indirect Participants. No physical delivery of the Bonds will be made to the owners thereof. (see “The Bonds- Book-Entry-Only System” herein).

The Bonds are not callable prior to their stated maturities.

The proceeds from the Bonds will be used for Phase III to Construct, equip and furnish a High School Addition and Renovation at the high School to include but not be limited to: Classrooms, Offices, restrooms, flooring and wall improvements, foundation, and site improvements; and Construct, equip and furnish Phase VI of the new Athletic Center to include but not be limited to: completion of the new gym and flooring; and Construct, equip and furnish Phase II of a new Elementary School and a new Intermediate School to include but not be limited to: site preparation and foundation concrete.

The Bonds are direct and general obligations of the School District and are payable as to principal and interest from ad valorem taxes which are required to be levied on all taxable property within the School District, without limitation as to rate or amount.

MATURITY SCHEDULE

<u>Maturity</u>	<u>Amount</u>	<u>Rate</u>	<u>Price or Yield</u>
7/1/2027	\$11,925,000	%	%

This cover page contains only a brief description of the Bonds and the security therefore. It is not a summary of this issue. Investors are advised to read the entire Official Statement to obtain information essential to the making of an informed investment decision.

The Bonds are offered when, as and if issued by the School District, and subject to the approving opinion of Bond Counsel as to validity and tax exemption. It is expected that the Bonds will be available for delivery on or about July 11, 2025.

FINANCIAL ADVISOR
STEPHEN L. SMITH CORP.
Jenks, Oklahoma

PURPOSE OF THE BOND ISSUE

The proceeds of the General obligation combined purpose Bonds will be used for the following purposes and in the respective amounts shown:

Phase III to Construct, equip and furnish a High School Addition and Renovation at the High School to include but not be limited to: Classrooms, Offices, restrooms, flooring and wall improvements, foundation, and site improvements	\$7,405,000.00
Construct, equip and furnish Phase VI of the new Athletic Center to include but not be limited to: completion of the new gym and flooring	\$2,500,000.00
Construct, equip and furnish Phase II of a new Elementary School and a new Intermediate School to include but not be limited to: site preparation and foundation concrete	<u>\$2,020,000.00</u>
TOTAL:	\$9,920,000.00

AUTHORITY FOR THE ISSUANCE OF BONDS

Political subdivisions in the State of Oklahoma must have authorization from the voters of such political subdivisions in order to become indebted for either a period of time beyond one year or for an amount in excess of the income and revenue provided for such year.

The Bonds were authorized to be issued at two separate special elections held in the School District for such purpose on August 23, 2016, on February 11, 2020, and on April 2, 2024. The Bonds are being issued pursuant to the provisions of Article X, Section 26 of the Oklahoma Constitution, as amended, and Title 70, Article 15, Oklahoma Statutes 2021, and laws of the State of Oklahoma supplementary thereto. All existing indebtedness of the School District has been issued pursuant to Article X, Section 26 of the Oklahoma Constitution.

Under Article X, Section 26, political subdivisions issuing bonds under such section may issue obligations in a total amount such that the total aggregate net indebtedness (including judicial judgments) shall not exceed 10% of the net assessed valuation of the taxable property therein; provided that three-fifths of the voters voting in an election held for such purpose shall approve the issuance of such obligations.

PAYMENT OF AND SECURITY FOR THE BONDS

The Bonds, in the opinion of Bond Counsel, will be direct and general obligations of the School District and will be payable from ad valorem taxes which may be levied WITHOUT LIMITATION AS TO RATE OR AMOUNT on all taxable property within the School District to pay the principal of and interest on the Bonds when due.

Ad valorem taxes for the Bonds shall be levied annually beginning in Fiscal Year 2026-2027, shall become delinquent one-half on January 1 and one-half on April 1 of each year, and are required to be collected by the County Treasurer, apportioned and paid over to the School District Treasurer, and then deposited directly and only into the Sinking Fund of the School District. IN NO EVENT MAY SUCH AD VALOREM TAXES BE DEPOSITED INTO THE GENERAL FUND OR ANY FUND OF THE SCHOOL DISTRICT OTHER THAN THE SINKING FUND.

As previously stated, the Bonds are payable from ad valorem taxes on the taxable property within the School District including real, personal and public service property, and any other monies available for such purpose. Real and personal property in the School District is currently assessed at a rate of approximately 11% of estimated full market

value. The Oklahoma State Tax Commission determines public service property assessments, and currently the assessment ratio is approximately 22.85% of estimated full market value. Pursuant to Oklahoma statutes, County Assessors are required to reassess property within the County at least once each five years. The School District is required to pay its proportionate share of the cost of such reassessment.

Ad valorem tax rates for Sinking Fund purposes are determined by ascertaining the actual dollars of revenues required for payment of principal and interest on indebtedness, fees to fiscal and paying agents and judicial judgments. Such total amount may be reduced by any surplus from the prior fiscal year and any contributions made into the Sinking Fund. To the resulting net requirements a reserve for delinquent taxes, in an amount of not less than 5% nor more than 20% of the net required tax collection, shall be added to the required collections. Such final total requirements shall then be divided by the total net assessed valuation of all real, personal and public service property in order to determine the appropriate tax rate for each property owner.

One hundred percent (100%) of the School District's Sinking (Debt Service) Fund revenues come from locally collected ad valorem taxes. None of these ad valorem taxes are collected or disbursed by the State of Oklahoma. Furthermore, as stated above, Sinking Fund taxes are collected by the County Treasurers of the counties in which the School District is located, apportioned by the County Treasurers, and paid over to the School District Treasurer and cannot, by Oklahoma Law, be placed in any fund of the School District other than the Sinking Fund. They may be used only for the payment of principal of and interest on indebtedness of the School District.

TAX LEVY AND COLLECTION PROCEDURES

Oklahoma statutes require that the School District each year make an ad valorem tax levy for a Sinking Fund which shall, with cash and investments in the fund, be sufficient to pay all the bonded indebtedness, interest and one-third of all outstanding judgments coming due in the following fiscal year.

After review and approval by the Board of Education, copies of the Sinking Fund Estimates are submitted to the County Excise Board to determine the ad valorem tax levy and appropriations. This submission is required to be made by July 20 of each year. The estimates are for the purposes of determining the ad valorem tax required to fund general operations and the Sinking Fund. The amounts contained in the Estimate of Needs are verified by the County Excise Board and, upon verification, the levies contained therein are ordered to be certified to the County Assessor in order that the County Assessor may extend said levies upon the tax rolls for the year for which the Estimate of Needs is submitted. The County Excise Board further certifies that the appropriations contained in the Estimate of Needs and the millage rates are within the limitations provided by law. While the County Excise Board may make recommendations with respect to the levy request, it only has the authority to change the reserve for delinquent taxes.

The County Assessor is required to file a tax roll report on or before October 1 of each year with the County Treasurer indicating the net assessed valuation for each municipality within the County. This report includes the assessed valuation for all real, personal and public service property (public service property assessed valuations are determined by the Oklahoma Tax Commission). The County Treasurer has fifteen (15) days after receipt of the tax roll report to start collecting taxes. The first half of taxes is due and payable on November 1 of each year. The second half is due and payable on or before April 1 of each year. However, if the first half is not paid by January 1, both first and second half are declared delinquent as of January 1. If the first half taxes are paid in a timely manner and the second half taxes are not paid on or before April 1, the taxes are considered delinquent. Interest accrues on delinquent taxes at the rate of 1.5% monthly (18% annually), to a maximum of 100% of the taxes due and owing, until such time as the delinquent taxes are paid. In the event taxes and accrued interest are not paid, the property is sold at tax sale on October 1 and the purchaser is issued a certificate of ownership; however, the original owner of the property has two (2) years in which to redeem the property by paying the taxes, interest and penalties owed. If, at the end of two years the original owner has not done so, the purchaser is issued a deed to the property.

COMPLIANCE WITH CONSTITUTIONAL DEBT LIMITATION

(As of June 30, 2024)

The current, abbreviated financial statement of the School District from that officially filed with the State of Oklahoma as of June 30, 2024, is shown below:

Estimated Full Market Value:	\$ 3,192,135,624.43	
ASSESSED VALUE, Including Homestead Exemptions:	\$ 356,503,312.00	
ASSESSED VALUE, Excluding Homestead Exemptions:	\$ 339,889,751.00	
Outstanding General Obligation Bonded		
Indebtedness (including the Bonds)	\$ 33,755,000.00	
<u>Less: Current Sinking Fund Balance</u>	<u>\$ 11,647,601.24</u>	
Net General Obligation Bonded Indebtedness:	\$ 22,107,398.76	
Ratio of Net General Obligation Bonded Indebtedness to Net Assessed Valuation:		6.50%
Approximate Area of the School District:		88 square miles
Approximate Population of the School District:		23,115 people
Per Capita Net Indebtedness:		\$956.41 per person

PAYMENT RECORD

The School District has no default of record.

SCHEDULE OF OUTSTANDING INDEBTEDNESS

(Including the Bonds)

Date of Issue	Original Principal Amount	Remaining Maturities	Maturity Date	Total Outstanding
7/1/2025	\$11,925,000	\$11,925,000	7/1/2027	\$11,925,000
7/1/2024	\$9,920,000	\$9,920,000	7/1/2026	\$ 9,920,000
6/1/2024	\$2,450,000	\$2,450,000	6/1/2026	\$ 2,450,000
7/1/2023	\$9,460,000	\$9,460,000	7/1/2025	\$ 9,460,000
Total Outstanding Indebtedness				\$33,755,000

ESTIMATED SCHEDULED PRINCIPAL AND INTEREST PAYMENTS

(Including the Bonds)

Fiscal Year Ending 6-30	Maturing Principal-All Bonds	Interest Due All Bonds*	Total Principal and Interest - All Bonds
2025	\$ 0.00	\$ 122,500.00	\$ 122,500.00
2026	\$ 11,910,000.00	\$ 1,106,340.00	\$ 13,016,340.00
2027	\$ 9,920,000.00	\$ 1,071,360.00	\$ 10,991,360.00
2028	<u>\$ 11,925,000.00</u>	<u>\$ 1,192,500.00</u>	<u>\$ 13,117,500.00</u>
Totals	\$ 33,755,000.00	\$ 3,492,700.00	\$ 37,247,700.00

*Assumes 5.00% average interest on the Bonds.

ESTIMATED SCHEDULED SINKING FUND LEVIES TO RETIRE BONDS
(Including the Bonds)

Fiscal Year Ending 6/30	Principal Levy- All Bonds	Interest Levy All Bonds* ^o	Total Levy - All Bonds
2026	\$11,210,000.00	\$ 1,183,651.67	\$12,393,651.67
2027	\$11,925,000.00	\$ 1,192,500.00	\$13,117,500.00
Total	\$23,135,000.00	\$ 2,376,151.67	\$25,511,151.67
	ADD: SINKING FUND BALANCE		\$11,647,601.24
	ADD: REMAINING '24-25 COLLECTIONS		<u>\$ 236,677.76</u>
	TOTAL		\$37,395,430.67

* Does not include levies for judgments or reserve for uncollected taxes.

^o Assumes 4.75% average interest on the Bonds.

OVERLAPPING AND UNDERLYING INDEBTEDNESS
(As of June 30, 2024)

Municipality	Net Debt	Amount Applying to School District	Ratio to Assessed Value of S.D.	Per Capita Debt
Canadian County	\$0	\$0	n/a	\$0
Oklahoma County	\$43,508,863	\$289,753	0.09%	\$12.54
City of Piedmont	\$0	\$0	n/a	\$0
Canadian Valley VT	\$0	\$0	n/a	\$0

COMPOSITION AND GROWTH OF THE NET ASSESSED VALUATION

The composition of the Net Assessed Valuation of the School District for the Fiscal Year 2024-2025 is as follows:

Property	Canadian County	Kingfisher County	Oklahoma County	Total	Percentage to Assessed Valuation
Gross Real	\$ 265,809,411	\$ 412,572	\$68,001,683	\$ 334,223,666	
Homestead	<u>\$ 12,664,358</u>	<u>\$ 39,439</u>	<u>\$ 3,909,764</u>	<u>\$ 16,613,561</u>	
Net Real Estate	\$ 253,145,053	\$ 373,133	\$64,091,919	\$ 317,610,105	93.45%
Personal	\$ 11,488,805	\$ 141,714	\$ 297,415	\$ 11,927,934	3.51%
Public Service	\$ 8,556,630	\$ 828	\$ 1,794,254	\$ 10,351,712	3.05%
Gross Valuation	\$ 285,854,846	\$ 555,114	\$70,093,352	\$ 356,503,312	
Net Valuation	\$ 273,190,488	\$ 515,675	\$66,183,588	\$ 339,889,751	

The growth of the Net Assessed Valuation for the past ten years has been as follows:

Fiscal Year	Valuation	Fiscal Year	Valuation
2024-2025	\$ 339,889,751	2019-2020	\$ 200,517,934
2023-2024	\$ 302,885,347	2018-2019	\$ 183,571,193
2022-2023	\$ 262,380,727	2017-2018	\$ 170,127,983
2021-2022	\$ 234,016,578	2016-2017	\$ 156,635,806
2020-2021	\$ 214,813,274	2015-2016	\$ 142,952,832

SINKING FUND TAX COLLECTIONS

Fiscal Year	Total Tax Levy	Current Collection	Percentage Collected	Total Collections	Total Percentage Collected
2024-2025	\$11,833,888	in progress	n/a	in progress	n/a
2023-2024	\$ 9,738,840	\$ 9,552,254	98.08%	\$9,741,265	100.02%
2022-2023	\$ 8,687,104	\$ 8,493,820	97.78%	\$8,627,196	99.31%
2021-2022	\$ 8,639,012	\$ 8,440,953	97.71%	\$8,620,413	99.78%
2020-2021	\$ 8,336,167	\$ 8,121,630	97.43%	\$8,239,752	98.84%
2019-2020	\$ 6,649,781	\$ 6,524,076	98.11%	\$6,705,493	100.84%
2018-2019	\$ 6,326,372	\$ 6,167,559	97.49%	\$6,268,437	99.08%
2017-2018	\$ 5,780,090	\$ 5,631,750	97.43%	\$5,718,154	98.93%
2016-2017	\$ 4,710,491	\$ 4,591,899	97.48%	\$4,664,950	99.03%
2015-2016	\$ 4,088,284	\$ 3,981,955	97.40%	\$4,023,471	98.41%

TREND OF TAX RATES OF MAJOR TAXING UNITS

Fiscal Year	Piedmont School District	City of Piedmont	Canadian County	Vo-Tech District	Total Levy
2024-2025	\$76.82	\$ 0.00	\$ 16.11	\$15.60	\$108.53
2023-2024	\$74.15	\$ 0.00	\$ 16.11	\$16.01	\$106.27
2022-2023	\$75.11	\$ 0.00	\$ 16.11	\$16.08	\$107.30
2021-2022	\$78.92	\$ 0.00	\$ 16.11	\$16.15	\$111.18
2020-2021	\$80.81	\$ 0.00	\$ 16.11	\$16.17	\$113.09
2019-2020	\$75.16	\$ 0.00	\$ 16.11	\$16.20	\$107.47
2018-2019	\$76.46	\$ 0.00	\$ 16.11	\$16.38	\$108.95
2017-2018	\$75.97	\$ 0.00	\$ 16.11	\$16.38	\$108.46
2016-2017	\$72.07	\$ 0.00	\$ 16.11	\$16.47	\$104.65
2015-2016	\$70.60	\$ 0.00	\$ 16.11	\$16.61	\$103.32

*Expressed in dollars per \$1,000 of net assessed valuation

**Largest Ad Valorem Taxpayers
(Based on Net Assessed Valuation 2024-2025)**

<u>Name</u>	<u>Type of Business</u>	<u>NAV</u>
Oklahoma Gas & Electric	Utility	\$5,162,974
Superior Pipeline Co.	Oil & Gas Industry	\$1,946,344
TOM-STACK LLC	Natural Gas	\$1,598,980
LeBlanc Investments LLC	Real Estate	\$1,476,229
OK Natural Gas	Utility	\$1,304,180
Nance Precast Concrete Prod.	Manufacturer	\$1,137,372
Turnpike Storage LLC	Storage Facility	\$1,133,323
Markwest OK Gas Co.	Oil & Gas Industry	\$1,052,322
Mr. Investments #9 LLLP		\$949,356
DCP Operating Co.	Oil & Gas Industry	\$823,130

INDEPENDENT SCHOOL DISTRICT NO. 22 CANADIAN COUNTY, OKLAHOMA

Piedmont Public Schools is located in just to the northwest of Oklahoma City, Oklahoma. The District encompasses 88 square miles primarily overlaying the City of Piedmont, Oklahoma, and the surrounding area. Oklahoma State Highway 3 (Northwest Expressway) runs directly through the District and is a major transportation thoroughfare from Piedmont into the Oklahoma City metro area. Population growth in the area has been dramatic over the last twenty years. As a result, the District's enrollment has increased in conjunction with population growth.

The district has a current enrollment of 5,407 and district employs nearly 480 persons of whom approximate 364 are certified teachers, 17 are administrators and 100 are support staff. All teachers employed by the District have degrees as well as special training in their major field of instruction and are certified by the Oklahoma State Department of Education. All sites in the District are fully accredited by the Oklahoma State Department of Education and the North Central Accreditation Association.

RECORD DATE

The record date shall be defined as the fifteenth (15th) day preceding any interest payment date.

ACCRUAL DATE

Interest on The Bonds shall begin to accrue from the dated date of the bond issue.

NO RATINGS

Neither the School District nor the Financial Advisor has obtained, nor do they plan to obtain, a rating of the Bonds by any rating agency other than the Municipal Rating Committee of Oklahoma, Inc.

UNDERWRITING

The Bonds have been sold at public sale by the School District to the Underwriters, and the Underwriters have jointly and severally agreed, subject to certain conditions, to purchase the Bonds. The successful proposal for the Bonds was submitted by _____ as representative of the Underwriters.

LITIGATION

There is no litigation pending seeking to restrain or enjoin the issuance or delivery of the Bonds or questioning or affecting the legality of the Bonds or proceedings and authority under which the Bonds are to be issued. There is no litigation pending which in any manner questions the right of the School District to construct or finance the proposed improvements.

APPROVAL OF LEGALITY

All matters incident to the authorization and issuance of the bonds are subject to the approval of the Attorney General of the State of Oklahoma and to the approval of Phillips Murrah P.C., as Bond Counsel. Bond Counsel has not participated in the preparation of the Official Statement. Accordingly, Bond Counsel has no responsibility for the accuracy, sufficiency or completeness of any information furnished in connection with any offer or sale of the Bonds.

TAX MATTERS

OPINION OF BOND COUNSEL

In the opinion of bond counsel, interest on the 2025 Taxable Combined Purpose Building Bonds is included in gross income for federal income tax purposes.

In the opinion of bond counsel, under existing statutes interest on the 2025 Taxable Combined Purpose Building Bonds shall be exempt from Oklahoma income taxation pursuant to Section 2358.5 of Title 68, Oklahoma Statutes, 2011.

Bond Counsel has expressed no opinion regarding other tax consequences arising with respect to the 2025 Taxable Combined Purpose Building Bonds under the laws of the State or any other state or jurisdiction.

GENERAL MATTERS

The following is a summary of certain anticipated federal income tax consequences of the purchase, ownership and disposition of the 2025 Taxable Combined Purpose Building Bonds under the Code and the Regulations, and the judicial and administrative rulings and court decisions now in effect, all of which are subject to change or possible differing interpretations. The summary does not purport to address all aspects of federal income taxation that may affect particular investors in light of their individual circumstances, nor certain types of investors subject to special treatment under the federal income tax laws. Potential purchasers of the 2025 Taxable Combined Purpose Building Bonds should consult their own tax advisors in determining the federal, state or local tax consequences to them of the purchase, holding and disposition of the 2025 Taxable Combined Purpose Building Bonds.

In general, interest paid on the 2025 Taxable Combined Purpose Building Bonds, original issue discount, if any, and market discount, if any, will be treated as ordinary income to the owners of the 2025 Taxable Combined Building Purpose Bonds, and principal payments (excluding the portion of such payments, if any, characterized as original issue discount or accrued market discount) will be treated as a return of capital.

BOND PREMIUM

An investor which acquires a 2025 Taxable Combined Purpose Building Bond for a cost greater than its remaining stated redemption price at maturity and holds such 2025 Taxable Combined Purpose Building Bond as a capital asset will be considered to have purchased such 2025 Taxable Combined Purpose Building Bond at a premium and, subject to prior election permitted by Section 171(c) of the Code, may generally amortize such premium under the

constant yield method. Except as may be provided by regulation, amortized premium will be allocated among, and treated as an offset to, interest payments. The basis reduction requirements of Section 1016(a)(5) of the Code apply to amortizable 2025 Taxable Combined Purpose Building Bond premium that reduces interest payments under Section 171 of the Code. 2025 Taxable Combined Purpose Building Bond premium is generally amortized over the 2025 Taxable Combined Purpose Building Bond's term using constant yield principles, based on the purchaser's yield to maturity. Investors of any 2025 Taxable Building Combined Purpose Building Bond purchased with a 2025 Taxable Combined Purpose Building Bond premium should consult their own tax advisors as to the effect of such 2025 Taxable Combined Purpose Building Bond premium with respect to their own tax situation and as to the treatment of 2025 Taxable Combined Purpose Building Bond premium for state tax purposes.

MARKET DISCOUNT

An investor that acquires a 2025 Taxable Combined Purpose Building Bond for a price less than the adjusted issue price of such 2025 Taxable Combined Purpose Building Bond (or an investor who purchases a 2025 Taxable Combined Purpose Building Bond in the initial offering at a price less than the issue price) may be subject to the market discount rules of Sections 1276 through 1278 of the Code. Under these sections and the principles applied by the Regulations, "market discount" means (a) in the case of a 2025 Taxable Combined Purpose Building Bond originally issued at a discount, the amount by which the issue price of such 2025 Taxable Combined Purpose Building Bond, increased by all accrued original issue discount (as if held since the issue date), exceeds the initial tax basis of the owner therein, less any prior payments that did not constitute payments of qualified stated interest, and (b) in the case of a 2025 Taxable Combined Purpose Building Bond not originally issued at a discount, the amount by which the stated redemption price of such 2025 Taxable Combined Building Purpose Bond at maturity exceeds the initial tax basis of the owner therein. Under Section 1276 of the Code, the owner of such a 2025 Taxable General Obligation Combined Purpose Bond will generally be required (i) to allocate each principal payment to accrued market discount not previously included in income and, upon sale or other disposition of the 2025 Taxable Combined Purpose Building Bond, to recognize the gain on such sale or disposition as ordinary income to the extent of such cumulative amount of accrued market discount as of the date of sale or other disposition of such a 2025 Taxable General Obligation Combined Purpose Bond or (ii) to elect to include such market discount in income currently as it accrues on all market discount instruments acquired by such owner on or after the first day of the taxable year to which such election applies.

The Code authorizes the Treasury Department to issue regulations providing for the method for accruing market discount on debt instruments the principal of which is payable in more than one installment. Until such time as regulations are issued by the Treasury Department, certain rules described in the legislative history will apply. Under those rules, market discount will be included in income either (a) on a constant interest basis or (b) in proportion to the accrual of stated interest or, in the case of a 2025 Taxable Combined Purpose Building Bond with original issue discount, in proportion to the accrual of original issue discount.

An owner of a 2025 Taxable Combined Purpose Building Bond that acquired such 2025 Taxable Combined Purpose Building Bond at a market discount also may be required to defer, until the maturity date of such 2025 Taxable Combined Purpose Building Bond or its earlier disposition in a taxable transaction, the deduction of a portion of the amount of interest that the owner paid or accrued during the taxable year on indebtedness incurred or maintained to purchase or carry such 2025 Taxable Combined Purpose Building Bond in excess of the aggregate amount of interest (including original issue discount) includable in such owner's gross income for the taxable year with respect to such 2025 Taxable Combined Purpose Building Bond. The amount of such net interest expense deferred in a taxable year may not exceed the amount of market discount accrued on the 2025 Taxable Combined Purpose Building Bond for the days during the taxable year on which the owner held such 2025 Taxable Combined Building Purpose Bond and, in general, would be deductible when such market discount is includable in income. The amount of any remaining deferred deduction is to be taken into account in the taxable year in which the 2025 Taxable Combined Purpose Building Bond matures or is disposed of in a taxable transaction. In the case of a disposition in which gain or loss is not recognized in whole or in part, any remaining deferred deduction will be allowed to the

extent gain is recognized on the disposition. This deferral rule does not apply if the owner elects to include such market discount in income currently as it accrues on all market discount obligations acquired by such owner in that taxable year or thereafter.

Attention is called to the fact that Treasury regulations implementing the market discount rules have not yet been issued. Therefore, investors should consult their own tax advisors regarding the application of these rules as well as the advisability of making any of the elections with respect thereto.

SALES OR OTHER DISPOSITIONS

If an owner of a 2025 Taxable Combined Purpose Building Bond sells the 2025 Taxable Combined Purpose Building Bond, such person will recognize gain or loss equal to the difference between the amount realized on such sale and such owner's basis in such 2025 Taxable Combined Purpose Building Bond. Ordinarily, such gain or loss will be treated as a capital gain or loss. At the present time, the maximum capital gains rate for certain assets held for more than 12 months is 15%. However, if a 2025 Taxable Combined Purpose Building Bond was, at its initial issuance, sold at a discount, a portion of such gain will be recharacterized as interest and therefore ordinary income. Neither the School District nor Bond Counsel can predict whether the President or Congress will propose legislation effecting the long-term capital gains rate.

If the terms of a 2025 Taxable Combined Purpose Building Bond were materially modified, in certain circumstances, a new debt obligation would be deemed created and exchanged for the prior obligation in a taxable transaction. Among the modifications that may be treated as material are those that relate to redemption provisions and, in the case of a nonrecourse obligation, those which involve the substitution of collateral. Each potential owner of a 2025 Taxable Combined Purpose Building Bond should consult its own tax advisor concerning the circumstances in which such 2025 Taxable Combined Purpose Building Bond would be deemed reissued and the likely effects, if any, of such reissuance.

DEFEASANCE

The legal defeasance of the 2025 Taxable Combined Purpose Building Bonds may result in a deemed sale or exchange of such 2025 Taxable Combined Purpose Building Bond under certain circumstances. Owners of such 2025 Taxable Combined Purpose Building Bonds should consult their tax advisors as to the federal income tax consequences of such a defeasance.

BACKUP WITHHOLDING

An owner of a 2025 Taxable Combined Purpose Building Bond may be subject to backup withholding at the applicable rate determined by statute with respect to interest paid with respect to the 2025 Taxable Ge Combined Purpose Building Bonds, if such owner, upon issuance of the 2025 Taxable Combined Purpose Building Bonds, fails to provide to any person required to collect such information pursuant to Section 6049 of the Code with such owner's taxpayer identification number, furnishes an incorrect taxpayer identification number, fails to report interest, dividends or other "reportable payments" (as defined in the Code) properly, or, under certain circumstances, fails to provide such persons with a certified statement, under penalty of perjury, that such owner is not subject to backup withholding.

FOREIGN INVESTORS

An owner of a 2025 Taxable Combined Purpose Building Bond that is not a "United States person" (as defined below) and is not subject to federal income tax as a result of any direct or indirect connection to the United States of America in addition to its ownership of a 2025 Taxable Combined Purpose Building Bond will generally not be subject to United States income or withholding tax in respect of a payment on a 2025 Taxable Combined Purpose

Building Bond, provided that the owner complies to the extent necessary with certain identification requirements (including delivery of a statement, signed by the owner under penalties of perjury, certifying that such owner is not a United States person and providing the name and address of such owner). For this purpose the term “United States person” means a citizen or resident of the United States of America, a corporation, partnership or other entity created or organized in or under the laws of the United States of America or any political subdivision thereof, or an estate or trust whose income from sources within the United States of America is includable in gross income for United States of America income tax purposes regardless of its connection with the conduct of a trade or business within the United States of America.

Except as explained in the preceding paragraph and subject to the provisions of any applicable tax treaty, a 30% United States withholding tax will apply to interest paid and original issue discount accruing on 2025 Taxable Combined Purpose Building Bonds owned by foreign investors. In those instances in which payments of interest on the 2025 Taxable Combined Purpose Building Bonds continue to be subject to withholding, special rules apply with respect to the withholding of tax on payments of interest on, or the sale or exchange of 2025 Taxable Combined Purpose Building Bonds having original issue discount and held by foreign investors. Potential investors that are foreign persons should consult their own tax advisors regarding the specific tax consequences to them of owning a 2025 Taxable Combined Purpose Building Bond.

TAX-EXEMPT INVESTORS

In general, an entity that is exempt from federal income tax under the provisions of Section 501 of the Code is subject to tax on its unrelated business taxable income. An unrelated trade or business is any trade or business that is not substantially related to the purpose that forms the basis for such entity’s exemption. However, under the provisions of Section 512 of the Code, interest may be excluded from the calculation of unrelated business taxable income unless the obligation that gave rise to such interest is subject to acquisition indebtedness. Therefore, except to the extent any owner of a 2025 Taxable Combined Purpose Building Bond incurs acquisition indebtedness with respect to such 2025 Taxable Combined Purpose Building Bond, interest paid or accrued with respect to such owner may be excluded by such tax-exempt owner from the calculation of unrelated business taxable income. Each potential tax-exempt holder of a 2025 Taxable Combined Purpose Building Bond is urged to consult its own tax advisor regarding the application of these provisions.

ERISA CONSIDERATIONS

The Employee Retirement Income Security Act of 1974, as amended (“ERISA”), imposes certain requirements on “employee benefit plans” (as defined in Section 3(3) of ERISA) subject to ERISA, including entities such as collective investment funds and separate accounts whose underlying assets include the assets of such plans (collectively, “ERISA Plans”) and on those persons who are fiduciaries with respect to ERISA Plans. Investments by ERISA Plans are subject to ERISA’s general fiduciary requirements, including the requirement of investment prudence and diversification and the requirement that an ERISA Plan’s investments be made in accordance with the documents governing the ERISA Plan. The prudence of any investment by an ERISA Plan in the 2025 Taxable Combined Purpose Building Bonds must be determined by the responsible fiduciary of the ERISA Plan by taking into account the ERISA Plan’s particular circumstances and all of the facts and circumstances of the investment. Government and non-electing church plans are generally not subject to ERISA. However, such plans may be subject to similar or other restrictions under state or local law.

In addition, ERISA and the Code generally prohibit certain transactions between an ERISA Plan or a qualified employee benefit plan under the Code and persons who, with respect to that plan, are fiduciaries or other “parties in interest” within the meaning of ERISA or “disqualified persons” within the meaning of the Code. In the absence of an applicable statutory, class or administrative exemption, transactions between an ERISA Plan and a party in interest with respect to an ERISA Plan, including the acquisition by one from the other of the 2025 Taxable Combined Purpose Building Bonds could be viewed as violating those prohibitions. In addition, Section 4975 of

the Code prohibits transactions between certain tax-favored vehicles such as Individual Retirement Accounts and disqualified persons. Section 503 of the Code includes similar restrictions with respect to governmental and church plans. In this regard, the School District or any dealer of the 2025 Taxable Combined Purpose Building Bonds might be considered or might become a “party in interest” within the meaning of ERISA or a “disqualified person” within the meaning of the Code, with respect to an ERISA Plan or a plan or arrangement subject to Sections 4975 or 503 of the Code. Prohibited transactions within the meaning of ERISA and the Code may arise if the 2025 Taxable General Obligation Combined Purpose Bonds are acquired by such plans or arrangements with respect to which the School District or any dealer is a party in interest or disqualified person. In all events, fiduciaries of ERISA Plans and plans or arrangements subject to the above sections of the Code, in consultation with their advisors, should carefully consider the impact of ERISA and the Code on an investment in the 2025 Taxable General Obligation Combined Purpose Bonds. The sale of the 2025 Taxable Combined Purpose Building Bonds to a plan is in no respect a representation by the School District that such an investment meets the relevant legal requirements with respect to benefit plans generally or any particular plan. Any plan proposing to invest in the 2025 Taxable General Obligation Combined Purpose Bonds should consult with its counsel to confirm that such investment is permitted under the plan documents and will not result in a non-exempt prohibited transaction and will satisfy the other requirements of ERISA, the Code and other applicable law.

HEALTH CARE AND EDUCATION RECONCILIATION ACT OF 2010

Pursuant to Section 1411 of the Code, as enacted by the Health Care and Education Reconciliation Act of 2010, an additional tax is imposed on individuals beginning January 1, 2013. The additional tax is 3.8% of the lesser of (i) net investment income (defined as gross income from interest, dividends, net gain from disposition of property not used in a trade or business, and certain other listed items of gross income), or (ii) the excess of “modified adjusted gross income” of the individual over \$200,000 for unmarried individuals (\$250,000 for married couples filing a joint return and a surviving spouse). Holders of the 2025 Taxable Combined Purpose Building Bonds should consult with their tax advisor concerning this additional tax as it may apply to interest earned on the 2025 Taxable Combined Purpose Building Bonds as well as gain on the sale of a 2025 Taxable Combined Purpose Building Bond.

CHANGES IN FEDERAL AND STATE TAX LAW

From time to time, there are legislative proposals in the Congress and in the states that, if enacted, could alter or amend the federal and state tax matters referred to above or adversely affect the market value of the 2025 Taxable Combined Purpose Building Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether if enacted it would apply to indebtedness issued prior to enactment. In addition, regulatory actions are from time to time announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular manner, could adversely affect the market value of the 2025 Taxable Combined Purpose Building Bonds. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the 2025 Taxable Combined Purpose Building Bonds or the market value thereof would be impacted thereby. Purchasers of the 2025 Taxable Combined Purpose Building Bonds should consult their tax advisors regarding any pending or proposed legislation, regulatory initiatives or litigation. The opinions expressed by Bond Counsel are based on existing legislation and regulations as interpreted by relevant judicial and regulatory authorities as of the date of issuance and delivery of the 2025 Taxable Combined Purpose Building Bonds, and Bond Counsel expresses no opinion as of any date subsequent thereto or with respect to any pending legislation, regulatory initiatives or litigation.

Pursuant to Title 68, Oklahoma Statutes 2011, Section 2358.4, the Bonds issued by the School District shall be exempt from Oklahoma Income Taxation.

REGISTRATION AND TRANSFER

Bonds presented to the Registrar for transfer after the close of business on a Record Date, defined as the fifteenth (15th) day preceding any interest payment due, and before the close of business on the next subsequent Interest Payment Date will be registered in the name of the transferee but the interest payment will be made to the registered owners shown on the books of the Registrar as of the close of business on the Record Date.

The Bonds will be initially registered in the name of Cede & Co., as nominee of The Depositor Trust Company (“DTC”) New York, New York, which will act as securities depository for the Bonds. Principal and interest on the Bonds will be paid by the Paying Agent and Registrar to DTC. Disbursements of such payments to the DTC Participants is the responsibility of DTC and disbursement of such payments to the Beneficial Owners is the responsibility of the DTC Participants and the Indirect Participants, as more fully described in the section titled “Book-Entry System.”

BOOK-ENTRY-ONLY SYSTEM

The information in this section, “Book-Entry System”, has been furnished by The Depository Trust Company. No representation is made by the School District as to the completeness or accuracy of such information. The School District shall have no responsibility or obligation to DTC Participants, Indirect Participants or the persons for which they act as nominees with respect to the Bonds, or for any principal, premium, if any, or interest payment thereof.

The Depository Trust Company (“DTC”), New York, New York, will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC’s partnership nominee). One fully-registered certificate will be issued for each maturity of the Bonds in the aggregate amount of each such maturity, and will be deposited with DTC at the office of the Paying Agent and Registrar on behalf of DTC utilizing the DTC FAST system of registration.

DTC is a limited-purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds securities that its participants (“Participants”) deposit with DTC. DTC also facilitates the settlement among Participants of securities transactions, such as transfer and pledges, in deposited securities through electronic computerized book-entry changes in Participants’ accounts, thereby eliminating the need for physical movement of securities certificates. Direct Participants include securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is owned by a number of its Direct Participants and by the New York Stock Exchange, Inc. Access to the DTC system is also available to others such as securities brokers and dealers, banks, and trust companies that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). The Rules applicable to DTC and its Participants are on file with the Securities and Exchange Commission.

Purchases of the Bonds under the DTC system must be made by or through Direct Participants, who will receive a credit for the Bonds on DTC’s records. The ownership interest of each actual purchaser of each Bond (“Beneficial Owner”) is in turn to be recorded on the Direct and Indirect Participants’ records. Beneficial Owners will not receive written confirmation from DTC of their purchase, but Beneficial Owners are expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Participants acting on behalf of Beneficial Owners. **Beneficial Owners will not receive certificates representing their ownership interests in the Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.**

To facilitate subsequent transfers, all Bonds deposited by Participants with DTC (or the Paying Agent and Registrar on behalf of DTC utilizing the DTC FAST system of registration) are registered in the name of DTC's partnership nominee, Cede & Co. The deposit of Bonds with DTC (or the Paying Agent and Registrar on behalf of DTC utilizing the DTC FAST system of registration) and their registration in the name of Cede & Co. effect no change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, who may or may not be the Beneficial Owners. The Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participant to Beneficial Owners will be governed by arrangements among them, subject to an statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to Cede & Co. If less than all of the Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. will consent or vote with respect to the Bonds. Under its usual procedures, DTC mails an Omnibus Proxy to the issuer as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal and interest payments on the Bonds will be made by the Paying Agent and Registrar to DTC. DTC's practice is to credit Direct Participants' accounts on payable date in accordance with their respective holdings shown on DTC's records unless DTC has reason to believe that it will not receive payment on payable date. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name", and will be the responsibility of such Participant and not of DTC, the Agent, or the issuer, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest to DTC is the responsibility of the issuer or the Agent, disbursement of such payments to Direct Participants shall be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners shall be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as securities depository with respect to the Bonds at any time by giving reasonable notice to the issuer or the Agent. Under such circumstances, the event that a successor securities depository is not obtained, Bond certificates will be printed and delivered.

The School District may decide to discontinue use of the system of book-entry transfer through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered.

Use of Certain Terms in other Sections of the Official Statement. In reading this Official Statement it should be understood that while the Bond certificates are in the Book-Entry-Only System, references in other sections of this Official Statement to registered owners should be read to include the person for which the Participant acquires an interest in the Certificates, but (i) all rights of ownership must be exercised through DTC and the Book-Entry-Only System, and (ii) except as described above, notices that are to be given to registered owners under the Indenture will be given only to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the School District believes to be reliable, but the School District takes no responsibility for the accuracy thereof.

CONCLUDING STATEMENT

To the extent that any statements made in this Official Statement involve matters of opinion or estimates, whether or not expressly stated to be such, they are made as such and not as representations of fact or certainty and no representation is made that any of these statement have been or will be realized. Information in this Official Statement has been derived by the School District from official and other sources and is believed by the School District to be accurate and reliable. Information other than that obtained from official records of the School District has not been independently confirmed or verified by the School District and its accuracy is not guaranteed.

Neither this Official Statement nor any statement that may have been made orally or in writing in connection herewith is to be construed as or as a part of a contract with the original purchasers or subsequent owners of the Bonds.

INDEPENDENT SCHOOL DISTRICT NUMBER 22
CANADIAN COUNTY, OKLAHOMA

/s/ LAYNE JONES
President, Board of Education

ATTEST:

/s/ JERROD MOSER
Clerk, Board of Education

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the “Disclosure Certificate”) is executed and delivered by Independent School District No. 22 of Canadian County, Oklahoma, (the “Issuer”) in connection with the issuance of \$11,925,000 Taxable Combined Purpose Building Bonds of 2025 (the “Bonds”). The Bonds are being issued pursuant to a Resolution dated the 21st day of May, 2025. The Issuer covenants and agrees as follows:

SECTION 1. Purpose of the Disclosure Certificate. This Disclosure Certificate is being executed and delivered by the Issuer for the benefit of the Bondholders, including beneficial owners, and in order to assist the Participating Underwriters in complying with SEC Rule 15c2-12(b)(5).

SECTION 2. Definitions. In addition to the definitions set forth in the Resolution, which apply to any capitalized term used in this Disclosure Certificate unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

“**Annual Report**” shall mean any Annual Report provided by the Issuer pursuant to, and as described in, Sections 3 and 4 of this Disclosure Certificate.

“**Audited Financial Statements**” shall mean the School District’s annual financial statements, prepared on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Oklahoma, which financial statements shall have been audited by such auditor as shall be then required or permitted by the laws of the State. Revenues are recorded as received in cash, except for revenues susceptible to accrual and material revenues that are not received at the normal time of receipt. Expenditures are recorded in the accounting period in which the fund liability is incurred and encumbered.

“**Dissemination Agent**” shall mean the Issuer, or any successor Dissemination Agent designated in writing by the Issuer and which has filed with the Issuer a written acceptance of such designation.

“**EMMA**” shall mean the Municipal Securities Rulemaking Board’s Electronic Municipal Market Access system.

“**Financial Obligation**” (i) debt obligation, (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation, or (iii) guarantee of (i) or (ii). The definition excludes municipal securities as to which a final official statement has been provided to the MSRB consistent with Rule 15c2-12.

“**Material Events**” shall mean any of the events listed in Section 5(a) of this Disclosure Certificate.

“**MSRB**” mean the Municipal Securities Rulemaking Board established pursuant to Section 15B(b)(1) of the Securities Exchange Act of 1934.

“**National Repository**” shall mean any Nationally Recognized Municipal Securities Information Repository for purposes of the Rule. Currently, the Municipal Securities Rulemaking Board’s Electronic Municipal Market Access (EMMA) system is the National Repository. Annual Reports and notices of material events are to be electronically filed at the EMMA website: www.emma.msrb.org.

The names and addresses of all current NRMSIRs should be verified each time information is delivered pursuant to this Certificate.

“**Participating Underwriter**” shall mean any of the original underwriters of the Bonds required to comply with the Rule in connection with the offering of the Bonds.

“**Repository**” shall mean each National Repository and each State Repository.

“**Rule**” shall mean Rule 15c2-12(b)(5) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as the same may be amended from time to time.

“**State**” shall mean the State of Oklahoma.

“State Repository” shall mean any public or private repository or entity designated by the State as a state repository for the purpose of the Rule. As of the date of this Disclosure Certificate, there is no State Repository.

SECTION 3. Provision of Annual Reports.

(a) The Issuer shall, or shall cause the Dissemination Agent to, not later than ten months following the end of the fiscal year (as of the date of this Disclosure Certificate, June 30 is the end of the fiscal year), provide annually to MSRB an Annual Report which is consistent with the requirements of Section 4 of this Disclosure Certificate. Not later than fifteen (15) Business Days prior to said date, the Issuer shall provide the Annual Report to the Dissemination Agent (if other than the Issuer). The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the audited financial statements of the School District may be submitted separately from the balance of the Annual Report.

(b) If the Issuer is unable to provide to the MSRB an Annual Report by the date required in subsection (a), the Issuer shall send a notice of such failure to the MSRB by a date not in excess of 10 business days after the occurrence of such failure.

(c) The Dissemination Agent shall:

(i) determine each year prior to the date for providing the Annual Report the name and address of each National Repository and each State Repository, if any; and (if the Dissemination Agent is other than the Issuer)

(ii) file a report with the Issuer certifying that the Annual Report has been provided pursuant to this Disclosure Certificate, stating the date it was provided and listing all the Repositories to which it was provided.

SECTION 4. Content of Annual Reports. The Issuer’s Annual Report shall contain or incorporate by reference the financial information or operating data with respect to the Issuer of the type included in Appendix A of the final official statement. If Audited Financial Statements are not available by the time the Annual Report must be provided, unaudited financial statements will be provided as part of the Annual Report and Audited Financial Statements will be provided, when and if available, to each Repository.

Any or all of the items listed above may be incorporated by reference from other documents, including official statements of debt issues of the Issuer or related public entities, which have been submitted to each of the Repositories or the Securities and Exchange Commission. If the document incorporated by reference is a final official statement, it must be available from the Municipal Securities Rulemaking Board. The Issuer shall clearly identify each such other document so incorporated by reference.

SECTION 5. Reporting of Significant Events.

(a) This Section 5 shall govern the giving of notices of the occurrence of any of the following events:

1. Principal and interest payment delinquencies;
2. Non-payment related defaults; if material
3. Unscheduled draws on debt service reserves reflecting financial difficulties;
4. Unscheduled draws on credit enhancements reflecting financial difficulties;
5. Substitution of credit or liquidity providers, or their failure to perform;
6. Adverse tax opinions or events affecting the tax-exempt status of the security;
7. Modification to rights of security holders;

8. Bond calls; if material
9. Defeasances, release, substitution, or sale of property securing repayment of the securities; if material
10. Rating changes;
11. Tender offers;
12. Bankruptcy, insolvency, receivership or similar event of the obligated person;
13. Merger, consolidation, or acquisition of the obligated person, if material;
14. Appointment of a successor or additional trustee, or the change of name of a trustee, if material
15. Incurrence of a financial obligation of the issuer or obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the issuer or obligated person, any of which affect security holders, if material;
16. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of the financial obligation of the issuer or obligated person, any of which reflect financial difficulties;

(a) Whenever the Issuer obtains knowledge of the occurrence of a Material Event, the Issuer shall take the actions specified in subsection (c) hereof.

(b) The Issuer, or its dissemination agent, shall within ten (10) business days file a notice of the occurrence of a Material Event with the Municipal Securities Rulemaking Board and each State Repository, if material. Provided, that any event under subsections (a)(8), (9) or (11) will always be material. Notwithstanding the foregoing, notice of Material Events described in subsections (a)(8) and (9) need not be given under this subsection any earlier than the notice (if any) of the underlying event is given to holders of affected Bonds pursuant to the Resolution.

SECTION 6. Termination of Reporting Obligation. The Issuer's obligation under this Disclosure Certificate shall terminate upon the defeasance, prior redemption or payment in full of all of the Bonds.

SECTION 7. Dissemination Agent. The Issuer may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Disclosure Certificate, and may discharge any such Agent, with or without appointing a successor Dissemination Agent. The initial Dissemination Agent shall be the Issuer.

SECTION 8. Amendment; Waiver. Notwithstanding any other provision of the Disclosure Certificate, the Issuer may amend this Disclosure Certificate, and any provision of this Disclosure Certificate may be waived, if such amendment or waiver is supported by an opinion of counsel expert in federal securities laws, to the effect that such amendment or waiver would not, in and of itself, cause the undertakings herein to violate the Rule if such amendment or waiver had been effective on the date hereof but taking into account any subsequent change in or official interpretation of the Rule.

SECTION 9. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Material Event, in addition to that which is required by this Disclosure Certificate. If the Issuer chooses to include any information in any Annual Report or notice of occurrence of a Material Event in addition to that which is specifically required by this Disclosure Certificate, the Issuer shall have no obligation under this Disclosure Certificate to update such information or include it in any future Annual Report or notice of occurrence of a Material Event.

SECTION 10. Default. In the event of a failure of the Issuer to comply with any provision of this Disclosure Certificate any bondholder, including beneficial owners, may take such actions as may be necessary and appropriate, including

seeking mandate or specific performance by court order, to cause the Issuer to comply with its obligations under this Disclosure Certificate. A default under this Disclosure Certificate shall not be deemed an event of default under the Resolution, and the sole remedy under this Disclosure Certificate in the event of any failure of the Issuer to comply with this Disclosure Certificate shall be an action to compel performance.

SECTION 11. Duties, Immunities and Liabilities of Dissemination Agent. The Dissemination Agent shall have only such duties as are specifically set forth in this Disclosure Certificate, and the Issuer agrees to indemnify and save the Dissemination Agent, its officers, directors, employees and agents, harmless against any loss, expense and liabilities which it may incur arising out of or in the exercise or performance of its powers and duties hereunder, including the costs and expenses (including attorneys fees) of defending against any claim of liability, but excluding liabilities due to the Dissemination Agent's negligence or willful misconduct. The obligations of the Issuer under this Section shall survive resignation or removal of the Dissemination Agent and payment of the Bonds.

SECTION 12. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the Issuer, the Dissemination Agent, the Participating Underwriter and Bondholders, including beneficial owners, from time to time of the Bonds, and shall create no rights in any other person or entity.

SECTION 13. Previous Undertaking. The Issuer has not defaulted or failed to disclose any continuing disclosure obligations or events on any other undertaking under the SEC Rule 15c2-12(b), except for the following: The School District notes that during the previous five years it failed to timely file its financial statements and/or failed to provide certain financial information and operating date of the District for one or more of such years. Procedures have been put in place to ensure that the annual audits are submitted within the 10 month time frame following the end of the School District's fiscal year. The school district has UMB Bank to be the Dissemination Agent for this issue of bonds.

SECTION 14. Counterparts. This Disclosure Agreement may be executed in several counterparts, each of which shall be an original and all of which shall constitute but one and the same instrument.

INDEPENDENT SCHOOL DISTRICT NO. 22
CANADIAN COUNTY, OKLAHOMA

By: _____
President, Board of Education

APPENDIX A

SCHEDULE OF OUTSTANDING INDEBTEDNESS

(Including the Bonds)

Date of Issue	Original Principal Amount	Remaining Maturities	Maturity Date	Total Outstanding
7/1/2025	\$11,925,000	\$11,925,000	7/1/2027	\$11,925,000
7/1/2024	\$9,920,000	\$9,920,000	7/1/2026	\$ 9,920,000
6/1/2024	\$2,450,000	\$2,450,000	6/1/2026	\$ 2,450,000
7/1/2023	\$9,460,000	\$9,460,000	7/1/2025	\$ 9,460,000
Total Outstanding Indebtedness				\$33,755,000

ESTIMATED SCHEDULED PRINCIPAL AND INTEREST PAYMENTS

(Including the Bonds)

Fiscal Year Ending 6-30	Maturing Principal-All Bonds	Interest Due All Bonds*	Total Principal and Interest - All Bonds
2025	\$ 0.00	\$ 122,500.00	\$ 122,500.00
2026	\$ 11,910,000.00	\$ 1,106,340.00	\$ 13,016,340.00
2027	\$ 9,920,000.00	\$ 1,071,360.00	\$ 10,991,360.00
2028	<u>\$ 11,925,000.00</u>	<u>\$ 1,192,500.00</u>	<u>\$ 13,117,500.00</u>
Totals	\$ 33,755,000.00	\$ 3,492,700.00	\$ 37,247,700.00

*Assumes 5.00% average interest on the Bonds.

ESTIMATED SCHEDULED SINKING FUND LEVIES TO RETIRE BONDS
(Including the Bonds)

Fiscal Year Ending 6/30	Principal Levy- All Bonds	Interest Levy All Bonds* ^o	Total Levy - All Bonds
2026	\$11,210,000.00	\$ 1,183,651.67	\$12,393,651.67
2027	\$11,925,000.00	\$ 1,192,500.00	\$13,117,500.00
Total	\$23,135,000.00	\$ 2,376,151.67	\$25,511,151.67
	ADD: SINKING FUND BALANCE		\$11,647,601.24
	ADD: REMAINING '24-25 COLLECTIONS		<u>\$ 236,677.76</u>
	TOTAL		\$37,395,430.67

* Does not include levies for judgments or reserve for uncollected taxes.

^o Assumes 4.75% average interest on the Bonds.

OVERLAPPING AND UNDERLYING INDEBTEDNESS
(As of June 30, 2024)

Municipality	Net Debt	Amount Applying to School District	Ratio to Assessed Value of S.D.	Per Capita Debt
Canadian County	\$0	\$0	n/a	\$0
Oklahoma County	\$43,508,863	\$289,753	0.09%	\$12.54
City of Piedmont	\$0	\$0	n/a	\$0
Canadian Valley VT	\$0	\$0	n/a	\$0

COMPOSITION AND GROWTH OF THE NET ASSESSED VALUATION

The composition of the Net Assessed Valuation of the School District for the Fiscal Year 2024-2025 is as follows:

Property	Canadian County	Kingfisher County	Oklahoma County	Total	Percentage to Assessed Valuation
Gross Real	\$ 265,809,411	\$ 412,572	\$68,001,683	\$ 334,223,666	
Homestead	<u>\$ 12,664,358</u>	<u>\$ 39,439</u>	<u>\$ 3,909,764</u>	<u>\$ 16,613,561</u>	
Net Real Estate	\$ 253,145,053	\$ 373,133	\$64,091,919	\$ 317,610,105	93.45%
Personal	\$ 11,488,805	\$ 141,714	\$ 297,415	\$ 11,927,934	3.51%
Public Service	\$ 8,556,630	\$ 828	\$ 1,794,254	\$ 10,351,712	3.05%
Gross Valuation	\$ 285,854,846	\$ 555,114	\$70,093,352	\$ 356,503,312	
Net Valuation	\$ 273,190,488	\$ 515,675	\$66,183,588	\$ 339,889,751	

The growth of the Net Assessed Valuation for the past ten years has been as follows:

Fiscal Year	Valuation	Fiscal Year	Valuation
2024-2025	\$ 339,889,751	2019-2020	\$ 200,517,934
2023-2024	\$ 302,885,347	2018-2019	\$ 183,571,193
2022-2023	\$ 262,380,727	2017-2018	\$ 170,127,983
2021-2022	\$ 234,016,578	2016-2017	\$ 156,635,806
2020-2021	\$ 214,813,274	2015-2016	\$ 142,952,832

SINKING FUND TAX COLLECTIONS

Fiscal Year	Total Tax Levy	Current Collection	Percentage Collected	Total Collections	Total Percentage Collected
2024-2025	\$11,833,888	in progress	n/a	in progress	n/a
2023-2024	\$ 9,738,840	\$ 9,552,254	98.08%	\$9,741,265	100.02%
2022-2023	\$ 8,687,104	\$ 8,493,820	97.78%	\$8,627,196	99.31%
2021-2022	\$ 8,639,012	\$ 8,440,953	97.71%	\$8,620,413	99.78%
2020-2021	\$ 8,336,167	\$ 8,121,630	97.43%	\$8,239,752	98.84%
2019-2020	\$ 6,649,781	\$ 6,524,076	98.11%	\$6,705,493	100.84%
2018-2019	\$ 6,326,372	\$ 6,167,559	97.49%	\$6,268,437	99.08%
2017-2018	\$ 5,780,090	\$ 5,631,750	97.43%	\$5,718,154	98.93%
2016-2017	\$ 4,710,491	\$ 4,591,899	97.48%	\$4,664,950	99.03%
2015-2016	\$ 4,088,284	\$ 3,981,955	97.40%	\$4,023,471	98.41%

TREND OF TAX RATES OF MAJOR TAXING UNITS

Fiscal Year	Piedmont School District	City of Piedmont	Canadian County	Vo-Tech District	Total Levy
2024-2025	\$76.82	\$ 0.00	\$ 16.11	\$15.60	\$108.53
2023-2024	\$74.15	\$ 0.00	\$ 16.11	\$16.01	\$106.27
2022-2023	\$75.11	\$ 0.00	\$ 16.11	\$16.08	\$107.30
2021-2022	\$78.92	\$ 0.00	\$ 16.11	\$16.15	\$111.18
2020-2021	\$80.81	\$ 0.00	\$ 16.11	\$16.17	\$113.09
2019-2020	\$75.16	\$ 0.00	\$ 16.11	\$16.20	\$107.47
2018-2019	\$76.46	\$ 0.00	\$ 16.11	\$16.38	\$108.95
2017-2018	\$75.97	\$ 0.00	\$ 16.11	\$16.38	\$108.46
2016-2017	\$72.07	\$ 0.00	\$ 16.11	\$16.47	\$104.65
2015-2016	\$70.60	\$ 0.00	\$ 16.11	\$16.61	\$103.32

*Expressed in dollars per \$1,000 of net assessed valuation

**Largest Ad Valorem Taxpayers
(Based on Net Assessed Valuation 2024-2025)**

<u>Name</u>	<u>Type of Business</u>	<u>NAV</u>
Oklahoma Gas & Electric	Utility	\$5,162,974
Superior Pipeline Co.	Oil & Gas Industry	\$1,946,344
TOM-STACK LLC	Natural Gas	\$1,598,980
LeBlanc Investments LLC	Real Estate	\$1,476,229
OK Natural Gas	Utility	\$1,304,180
Nance Precast Concrete Prod.	Manufacturer	\$1,137,372
Turnpike Storage LLC	Storage Facility	\$1,133,323
Markwest OK Gas Co.	Oil & Gas Industry	\$1,052,322
Mr. Investments #9 LLLP		\$949,356
DCP Operating Co.	Oil & Gas Industry	\$823,130

REPORT OF AUDIT

PIEDMONT SCHOOL DISTRICT #I-22

CANADIAN COUNTY - OKLAHOMA

JULY 1, 2023 TO JUNE 30, 2024

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

OFFICERS

LAYNE JONES	PRESIDENT
KATIE CORNMAN	VICE-PRESIDENT
DEREK JONES	CLERK
JERROD MOSER	MEMBER
NEAL CAS	MEMBER
JENNIFER FULLER	TREASURER
DR. DREW EICHELBERGER	SUPERINTENDENT

AUDIT BY

S&B CPAS AND ASSOCIATES, PLLC
CERTIFIED PUBLIC ACCOUNTANTS

LICENSE #14167

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

TABLE OF CONTENTS

SCHOOL DISTRICT OFFICIALS	1
TABLE OF CONTENTS	2 - 3
INDEPENDENT AUDITOR'S REPORT	4 - 6
<u>COMBINED FINANCIAL STATEMENTS</u>	
COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES - REGULATORY BASIS - ALL FUND TYPES AND ACCOUNT GROUPS- EXHIBIT A	7
COMBINED STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID AND CHANGES IN FUND BALANCES - REGULATORY BASIS - ALL GOVERNMENTAL FUNDS TYPES - EXHIBIT B	8
COMBINED STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - REGULATORY BASIS - BUDGETED GOVERNMENTAL FUND TYPES - EXHIBIT C	9
NOTES TO COMBINED FINANCIAL STATEMENTS	10-18
<u>OTHER SUPPLEMENTARY INFORMATION</u>	
<u>COMBINING FINANCIAL STATEMENTS</u>	
COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES - REGULATORY BASIS - ALL SPECIAL REVENUE FUNDS - SCHEDULE A-1	19
COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES - REGULATORY BASIS - ALL CAPITAL PROJECT FUNDS - SCHEDULE A-2	20
COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES - REGULATORY BASIS - ALL TRUST AND AGENCY FUNDS - SCHEDULE A-3	21
COMBINING STATEMENTS OF REVENUES COLLECTED, EXPENDITURES PAID AND CHANGES IN FUND BALANCES - REGULATORY BASIS - SPECIAL REVENUE FUNDS - SCHEDULE B-1	22
COMBINING STATEMENTS OF REVENUES COLLECTED, EXPENDITURES PAID AND CHANGES IN FUND BALANCES - REGULATORY BASIS - CAPITAL PROJECT FUNDS - SCHEDULE B-2	23
COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - REGULATORY BASIS - SPECIAL REVENUE FUNDS - SCHEDULE C-1	24
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - REGULATORY BASIS - FIDUCIARY FUNDS - SCHEDULE D-1	25
COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID AND CHANGES IN FUND BALANCES - REGULATORY BASIS - TRUST & AGENCY FUNDS - SCHEDULE D-2	26-27

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

TABLE OF CONTENTS

SUPPORTING SCHEDULE(S)

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	28-29
--	-------

SUPPORTING SCHEDULES AND REPORTS REQUIRED BY GOVERNMENT
AUDITING STANDARDS

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	30-31
--	-------

SUPPORTING SCHEDULES AND REPORTS REQUIRED BY THE UNIFORM
GUIDANCE

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH <i>THE UNIFORM GUIDANCE</i>	32-33
--	-------

SCHEDULE OF FINDINGS AND QUESTIONED COSTS	34-35
---	-------

SUPPORTING SCHEDULES REQUIRED BY THE OKLAHOMA STATE
DEPARTMENT OF EDUCATION

DISPOSITION OF PRIOR YEAR FINDINGS	36-37
CURRENT YEAR AUDIT EXCEPTIONS AND RECOMMENDATIONS	38
PRIOR YEAR AUDIT EXCEPTIONS AND RECOMMENDATIONS	39
ACCOUNTANT'S PROFESSIONAL LIABILITY INSURANCE	40

S & B CPAs & Associates, PLLC
302 North Independence, Suite 103
Enid, Oklahoma 73701
580-265-8651

INDEPENDENT AUDITOR'S REPORT

The Honorable Board of Education
Piedmont School District #I-22
Canadian County, Oklahoma

Report on the Audit of Financial Statements

Opinions

We have audited the accompanying combined fund type and account group financial statements-regulatory basis of the Piedmont School District #I-22, Canadian County, Oklahoma, (the District) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, as listed in the table of contents.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the effects of the matter described in the "Basis for Qualified Opinion on Regulatory Basis of Accounting" paragraph, the combined financial statements referred to above present fairly, in all material respects, the assets, liabilities and fund balances arising from regulatory basis transactions of each fund type and account group of the District, as of June 30, 2024, and the revenues collected and expenditures paid and encumbered for the year then ended, on the regulatory basis of accounting described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraphs, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2024, or the revenues, expenses, and changes in net position and, where applicable, cash flows thereof for the year then ended.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and qualified audit opinions.

Basis for Qualified Opinion on Regulatory Basis of Accounting

As discussed in Note 1, the financial statements referred to above do not include the general fixed asset account group, which is a departure from the regulatory basis of accounting prescribed or permitted by the Oklahoma State Department of Education noted above. The amount that should be recorded in the general fixed asset account group is not known.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 to the financial statements, to meet the financial reporting requirements of the Oklahoma State Department of Education, the financial statements are prepared by the District on the basis of the financial reporting regulations prescribed or permitted by the Oklahoma State Department of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting regulations prescribed or permitted by the Oklahoma State Department of Education as described in Note 1, to meet the financial reporting requirements of the State of Oklahoma; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures including examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Piedmont School District #I-22, Canadian County, Oklahoma's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the fund type and account group financial statements-regulatory basis that collectively comprise the District's basic financial statements. The accompanying combining financial statements-regulatory basis and the schedule of expenditures of federal awards, as required by *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, as listed in the accompanying table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the combined financial statements-regulatory basis. The information has been subjected to the auditing procedures applied in the audit of the fund type and account group financial statements within the combined financial statements-regulatory basis and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, except for the financial statements being prepared in compliance with regulatory basis as prescribed by the Oklahoma State Department of Education as discussed in Note 1, the combining financial statements-regulatory basis and the other supplementary information and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the combined financial statements-regulatory basis as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 10, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Piedmont School District #I-22, Canadian County, Oklahoma's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

S & B CPAs & Associates, PLLC

S & B CPAs & Associates, PLLC
March 10, 2025

Piedmont School District No. 1-22, Canadian County, Oklahoma
Combined Statement of Assets, Liabilities and Fund Balances
Regulatory Basis - All Fund Types and Account Groups
June 30, 2024

	Governmental Fund Types					Fiduciary Fund Types	Account Group	EXHIBIT A Total (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Trust and Agency	General Long- Term Debt	June 30, 2024	
ASSETS								
Cash and Cash Equivalents	\$ 10,600,767	\$ 8,734,889	\$ 10,095,029	\$ 2,867,036	\$ 1,329,503	\$ 0	\$ 33,627,225	
Investments	0	0	0	0	0	0	0	
Amounts Available in Debt Service Fund	0	0	0	0	0	10,095,029	10,095,029	
Amounts to be Provided for Retirement of General Long-Term Debt	0	0	0	0	0	10,834,971	10,834,971	
Amounts to be Provided For Capitalized Lease Agreements	0	0	0	0	0	0	0	
Total Assets	\$ 10,600,767	\$ 8,734,889	\$ 10,095,029	\$ 2,867,036	\$ 1,329,503	\$ 20,930,000	\$ 54,557,225	
LIABILITIES AND FUND BALANCES								
Liabilities:								
Warrants Payable	\$ 5,001,875	\$ 398,783	\$ 0	\$ 0	\$ 0	\$ 0	\$ 5,400,658	
Reserve for Encumbrances	154,971	84,010	0	184,626	0	0	423,608	
Due to Activity Groups	0	0	0	0	1,232,132	0	1,232,132	
General Obligation Bonds Payable	0	0	0	0	0	20,930,000	20,930,000	
Capitalized Lease Obligations Payable	0	0	0	0	0	0	0	
Total Liabilities	\$ 5,156,846	\$ 482,793	\$ 0	\$ 184,626	\$ 1,232,132	\$ 20,930,000	\$ 27,986,397	
Fund Balances:								
Restricted For:								
Debt Service	\$ 0	\$ 0	\$ 10,095,029	\$ 0	\$ 0	\$ 0	\$ 10,095,029	
Capital Projects	0	0	0	2,682,411	0	0	2,682,411	
Building Programs	0	7,063,829	0	0	0	0	7,063,829	
Child Nutrition Programs	0	0	0	0	0	0	0	
Cooperative Programs	0	1,188,268	0	0	0	0	1,188,268	
Unassigned	5,443,921	0	0	0	0	0	5,443,921	
Total Fund Balances	\$ 5,443,921	\$ 8,252,096	\$ 10,095,029	\$ 2,682,411	\$ 0	\$ 0	\$ 26,473,457	
Total Liabilities and Fund Balances	\$ 10,600,767	\$ 8,734,889	\$ 10,095,029	\$ 2,867,036	\$ 1,232,132	\$ 20,930,000	\$ 54,459,854	

The notes to the financial statements are an integral part of this statement.

Piedmont School District No. 1-22, Canadian County, Oklahoma
Combined Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balances
Regulatory Basis - All Governmental Fund Types
For the Year Ended June 30, 2024

EXHIBIT B
Totals
(Memorandum
Only)

	Governmental Fund Types					
	General	Special Revenue	Debt Service	Capital Projects	Trust & Agency	June 30, 2024
Revenue Collected:						
Local Sources	\$ 12,269,827	\$ 7,068,421	\$ 9,717,844	\$ 0	\$ 0	\$ 29,056,091
Intermediate Sources	1,660,176	0	0	0	0	1,660,176
State Sources	26,291,012	1,122,106	6	0	0	27,413,124
Federal Sources	2,391,980	751,567	0	0	0	3,143,547
Non-Revenue Receipts	519,904	1,008,324	23,415	0	0	1,551,642
Total Revenue Collected	\$ 43,132,899	\$ 9,950,418	\$ 9,741,265	\$ 0	\$ 0	\$ 62,824,581
Expenditures Paid:						
Instruction	\$ 25,756,348	\$ 360,426	\$ 0	\$ 0	\$ 0	\$ 26,116,774
Support Services	16,981,205	3,808,040	0	48,489	0	20,837,735
Operation of Non-Instructional Services	898,896	1,995,266	0	0	0	2,894,161
Facilities Acquisition and Construction	0	345,172	0	15,008,986	0	15,354,158
Other Outlays	0	0	0	0	0	0
Other Uses	0	0	0	0	0	0
Repayments	0	0	0	0	0	0
Interest Paid on Warrants and Bank Charges	0	0	0	0	0	0
Debt Service:						
Principal Retirement	0	0	0	0	0	0
Interest and Fiscal Agent Fees	0	0	0	0	0	0
Total Expenditures Paid	\$ 43,636,449	\$ 6,508,904	\$ 0	\$ 15,057,475	\$ 0	\$ 65,202,829
Excess of Revenues Collected Over (Under) Expenditures Paid Before Adjustments to Prior Year Encumbrances	\$ (503,551)	\$ 3,441,514	\$ 9,741,265	\$ (15,057,475)	\$ 0	\$ (2,378,247)
Adjustments to Prior Year Encumbrances	\$ 29,889	\$ 5,077	\$ 0	\$ 0	\$ 0	\$ 0
Other Financing Sources (Uses):						
Estopped Warrants	\$ 416	\$ 53	\$ 0	\$ 0	\$ 0	\$ 469
Bond Proceeds	0	0	0	11,919,200	0	11,919,200
Transfers In	0	0	0	0	0	0
Transfers Out	0	0	0	0	0	0
Total Other Financing Sources (Uses)	\$ 416	\$ 53	\$ 0	\$ 11,919,200	\$ 0	\$ 11,919,669
Excess (Deficiency) of Revenue Collected Over Expenditures Paid and Other Financing Sources (Uses)	\$ (473,246)	\$ 3,446,644	\$ 9,741,265	\$ (3,138,275)	\$ 0	\$ 9,576,387
Fund Balance - Beginning of Year	5,917,167	4,805,452	353,764	5,820,686	1,701	16,898,770
Fund Balance - End of Year	\$ 5,443,921	\$ 8,252,096	\$ 10,095,029	\$ 2,682,411	\$ 1,701	\$ 26,475,158

The notes to the financial statements are an integral part of this statement.

Piedmont School District No. 1-22, Canadian County, Oklahoma
Combined Statement of Revenues Collected, Expenditures Paid, and Changes in Fund Balances
Budget and Actual - Regulatory Basis - Budgeted Governmental Fund Types
For the Year Ended June 30, 2024

EXHIBIT C

	General Fund			Special Revenue Funds			Debt Service Fund		
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual
Revenue Collected:									
Local Sources	\$ 10,405,282	\$ 10,405,282	\$ 12,269,827	\$ 1,452,244	\$ 1,452,244	\$ 7,068,421	\$ 9,275,086	\$ 9,275,086	\$ 9,717,844
Intermediate Sources	1,391,800	1,391,800	1,660,176	0	0	0	0	0	0
State Sources	23,241,188	23,241,188	26,291,012	17,600	17,600	1,122,106	0	0	6
Federal Sources	1,444,561	1,444,561	2,391,980	673,400	673,400	751,567	0	0	0
Non-Revenue Receipts	0	0	519,904	0	0	1,008,324	0	0	23,415
<i>Total Revenue Collected</i>	<u>\$ 36,482,831</u>	<u>\$ 36,482,831</u>	<u>\$ 43,132,899</u>	<u>\$ 2,143,244</u>	<u>\$ 2,143,244</u>	<u>\$ 9,950,418</u>	<u>\$ 9,275,086</u>	<u>\$ 9,275,086</u>	<u>\$ 9,741,265</u>
Expenditures Paid:									
Instruction	\$ 24,199,998	\$ 24,199,998	\$ 25,756,348	\$ 375,000	\$ 375,000	\$ 360,426	\$ 0	\$ 0	\$ 0
Support Services	17,300,000	17,300,000	16,981,205	4,129,712	4,129,712	3,808,040	0	0	0
Operation of Non-Instructional Services	900,000	900,000	898,896	2,902,461	2,902,461	1,995,266	0	0	0
Facilities Acquisition and Construction	0	0	0	350,000	350,000	345,172	0	0	0
Other Outlays	0	0	0	0	0	0	9,628,850	9,628,850	0
Other Uses	0	0	0	0	0	0	0	0	0
Repayments	0	0	0	0	0	0	0	0	0
Interest Paid on Warrants and Bank Charges	0	0	0	0	0	0	0	0	0
<i>Total Expenditures Paid</i>	<u>\$ 42,399,998</u>	<u>\$ 42,399,998</u>	<u>\$ 43,636,449</u>	<u>\$ 7,757,173</u>	<u>\$ 7,757,173</u>	<u>\$ 6,508,904</u>	<u>\$ 9,628,850</u>	<u>\$ 9,628,850</u>	<u>\$ 0</u>
<i>Excess of Revenues Collected Over (Under)</i>									
<i>Expenditures Paid Before Adjustments to</i>									
<i>Prior Year Encumbrances</i>	<u>\$ (5,917,167)</u>	<u>\$ (5,917,167)</u>	<u>\$ (503,551)</u>	<u>\$ (5,613,929)</u>	<u>\$ (5,613,929)</u>	<u>\$ 3,441,514</u>	<u>\$ (353,764)</u>	<u>\$ (353,764)</u>	<u>\$ 9,741,265</u>
Adjustments to Prior Year Encumbrances	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 29,889</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5,077</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Other Financing Sources (Uses):									
Estopped Warrants	\$ 0	\$ 0	\$ 416	\$ 0	\$ 0	\$ 53	\$ 0	\$ 0	\$ 0
Transfers In	0	0	0	808,477	808,477	0	0	0	0
Transfers Out	0	0	0	0	0	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 416</u>	<u>\$ 808,477</u>	<u>\$ 808,477</u>	<u>\$ 53</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<i>Excess (Deficiency) of Revenue Collected</i>									
<i>Over Expenditures Paid and Other Financing</i>									
<i>Sources (Uses)</i>	<u>\$ (5,917,167)</u>	<u>\$ (5,917,167)</u>	<u>\$ (473,246)</u>	<u>\$ (4,805,452)</u>	<u>\$ (4,805,452)</u>	<u>\$ 3,446,644</u>	<u>\$ (353,764)</u>	<u>\$ (353,764)</u>	<u>\$ 9,741,265</u>
<i>Fund Balance - Beginning of Year</i>	<u>5,917,167</u>	<u>5,917,167</u>	<u>5,917,167</u>	<u>4,805,452</u>	<u>4,805,452</u>	<u>4,805,452</u>	<u>353,764</u>	<u>353,764</u>	<u>353,764</u>
<i>Fund Balance - End of Year</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5,443,921</u>	<u>\$ (0)</u>	<u>\$ (0)</u>	<u>\$ 8,252,096</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 10,095,029</u>

The notes to the financial statements are an integral part of this statement.

PIEDMONT SCHOOL DISTRICT #I-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

NOTES TO COMBINED FINANCIAL STATEMENTS

1. Significant Accounting Policies

The financial statements of the Piedmont School District #I-22 have been prepared in conformity with another comprehensive basis of accounting required by Oklahoma Statutes. The more significant of the District's accounting policies are described below.

A. Reporting Entity

The District is a corporate body for public purposes created under Title 70 of the Oklahoma Statutes and accordingly is a separate entity for operating and financial reporting purposes. The District is part of the public school system of Oklahoma under the general direction and control of the State Board of Education and is financially dependent on State of Oklahoma support. The general operating authority for the public school system is the Oklahoma School Code contained in Title 70, Oklahoma Statutes.

The governing body of the District is the Board of Education composed of elected members. The appointed superintendent is the executive officer of the District.

In evaluating how to define the District, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria established by the Governmental Accounting Standards Board (GASB). The basic - but not the only - criterion for including a potential component unit within the reporting entity is the governing body's oversight responsibility, especially financial interdependency. A second criterion used in evaluating potential component units is the scope of public service. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the District is able to exercise oversight responsibilities. Based upon the application of these criteria, there are no potential component units included in the District's reporting entity.

B. Fund Accounting

The District uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain district functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds are classified into two categories; governmental and fiduciary. Each category, in turn, is divided into separate "fund types".

Fund Description

The following funds are utilized by the Piedmont School District #I-22.

Governmental Fund Types -

General Fund
Special Revenue Funds
Debt Service Fund
Capital Project Fund

Fiduciary Fund Types -

Trust and Agency Fund

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

NOTES TO COMBINED FINANCIAL STATEMENTS

Governmental Fund Types

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of ear-marked monies (special revenue funds), the acquisition or construction of general fixed assets (capital projects funds), and the servicing of general long-term debt (debt service funds).

General Fund - The General Fund is used to account for all financial transactions except those required to be accounted for in another fund. Major revenue sources include state and local property taxes and state funding under the Foundation and Incentive Aid Program. Expenditures include all costs associated with the daily operations of the schools except for programs funded for building repairs and maintenance, school construction and debt service on bonds and other long-term debt. The general fund includes federal and state restricted monies that must be expended for specific programs which includes the Child Nutrition Program.

Special Revenue Funds - The Special Revenue Funds are the District's Building Fund and Child Nutrition Fund. The Building Fund consists of monies derived from property taxes levied for the purpose of erecting, remodeling, or repairing buildings and for purchasing furniture and equipment. The Child Nutrition Fund derives monies from the sale of foods and federal and state program reimbursements. Expenditures include costs associated with the daily operations of the District's nutrition program.

Debt Service Fund - The Debt Service Fund is the District's Sinking Fund and is used to account for the accumulation of financial resources for the payment of general long-term debt principal, interest and related costs. The primary revenue sources are local property taxes levied specifically for debt service and interest earnings from temporary investments.

Capital Project Funds - The Capital Project Funds are the District's Bond Funds and are used to account for the proceeds of bond sales to be used exclusively for acquiring school sites, constructing, and equipping new school facilities, renovating existing facilities, and acquiring transportation equipment.

Fiduciary Fund Types

Fiduciary Funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the District. When these assets are held under the terms of a formal trust agreement, either a nonexpendable trust fund or an expendable trust fund is used. The terms "nonexpendable" and "expendable" refer to whether or not the District is under an obligation to maintain the trust principal. Agency funds generally are used to account for assets that the District holds on behalf of others as their agent and do not involve measurement of results of operations.

Agency Fund - The Agency Fund is the school Activity Fund which is used to account for monies collected principally through fundraising efforts of the students and District-sponsored groups. The administration is responsible, under the authority of the Board, of collecting, disbursing, and accounting for these activity funds. The school Activity Funds can include money which is received from the sale of foods through a school Lunch Fund.

Memorandum Only - Total Column

The total column on the general purpose financial statements is captioned "memorandum only" to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Inter-fund eliminations have not been made in the aggregation of this data.

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

NOTES TO COMBINED FINANCIAL STATEMENTS

C. Basis of Accounting and Presentation

The District prepares its financial statements in a presentation format that is prescribed by the Oklahoma State Department of Education (OSDE). This format is essentially the generally accepted form of presentation used by State and local governments prior to the effective date of GASB Statement No. 34, Basic Financial Statements-Management's Discussion and Analysis for State and Local Governments.

This format significantly differs from that required by GASB 34.

The basic financial statements are essentially prepared on a basis of cash receipts and disbursements modified as required by the regulations of the Oklahoma State Department of Education as follows:

- * Encumbrances represented by purchase orders, contracts, and other commitments for the expenditure of monies and are recorded as expenditures when approved.
- * Investments and inventories are recorded as assets when purchased.
- * Capital assets in proprietary funds are recorded when acquired and depreciated over their useful lives.
- * Warrants payable are recorded as liabilities when issued.
- * Long-term debt is recorded when incurred.
- * Accrued compensated absences are recorded as an expenditure and liability when the obligation is incurred.

This regulatory basis of accounting differs from accounting principles generally accepted in the United States of America, which requires revenues to be recognized when they become available and measurable, or when they are earned, and expenditures or expenses to be recognized when the related liabilities are incurred for governmental fund types; and, when revenues are earned and liabilities are incurred for proprietary fund types and trust funds.

D. Budgets and Budgetary Accounting

The District is required by state law to prepare an annual budget. A preliminary budget must be submitted to the Board of Education by December 31 for the fiscal year beginning the following July 1. If the preliminary budget requires an additional levy, the District must hold an election on the first Tuesday in February to approve the levy. If the preliminary budget does not require an additional levy, it becomes the legal budget. If an election is held and the taxes are approved, then the preliminary budget becomes the legal budget. If voters reject the additional taxes, the District must adopt a budget within the approved tax rate.

A budget is legally adopted by the Board of Education for the General Fund, Special Revenue Funds, and Debt Service Fund that includes revenues and expenditures.

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting--under which purchase orders and other commitments of resources are recorded as expenditures of the applicable fund - is utilized in all governmental funds of the District.

The unencumbered balance of current fiscal year appropriations and the unexpended reserve appropriations of the previous fiscal year are lapsed and become a part of the beginning fund balance for the succeeding fiscal year.

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

NOTES TO COMBINED FINANCIAL STATEMENTS

E. Use of Estimates

The preparation of financial statements in conformity with the regulatory basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

F. Assets, Liabilities and Fund Equity

Cash, Cash Equivalents and Investments

All monies which are not invested in Certificate of Deposits or United States Treasury Funds are maintained in NOW Checking Accounts or Savings Accounts.

Inventories

The value of consumable inventories at June 30, 2024 is not material to the financial statements.

Fixed Assets and Property, Plant and Equipment

Property and equipment purchases are recorded as capital outlays in the accompanying statements of revenues, expenditures and changes in fund balances. The District does not maintain complete financial records of capital assets purchased which would include depreciation schedules; therefore, a General Fixed Asset Group of Accounts is not presented.

Compensated Absences

The District has elected not to present a liability for compensated absences.

Operating Leases

The District has elected not to present a liability for operating leases. All operating leases contain a mutual ratification clause for both parties; therefore, the District does not consider the obligation to be for a period extending beyond the current fiscal year.

Long-Term Debt

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

NOTES TO COMBINED FINANCIAL STATEMENTS

General Long-Term Debt

State statutes prohibit the District from becoming indebted in an amount exceeding the revenue to be received for any fiscal year without approval by the District's voters. Bond issues have been approved by the voters and issued by the District for various capital improvements. These bonds are required to be fully paid serially within 25 years from the date of issue. General long-term debt of the District consists of bonds payable. Debt service requirements for bonds are payable solely from fund balance and future revenues of the debt service fund.

a.) A principal and interest repayment schedule of the outstanding general obligation bond issues at June 30, 2024 is set forth below:

\$9,020,000.00 General Obligation Bonds of 2022

Payment Date	Principal	Rate	Interest	Total
1 July 24	\$ <u>9,020,000.00</u>	3.375%	\$ <u>304,425.00</u>	\$ <u>9,324,425.00</u>
	\$ <u>9,020,000.00</u>		\$ <u>304,425.00</u>	\$ <u>9,324,425.00</u>

\$9,460,000.00 Building Bonds of 2023

Payment Date	Principal	Rate	Interest	Total
1 July 25	\$ <u>9,460,000.00</u>	5.20%	\$ <u>983,840.00</u>	<u>10,443,840.00</u>
	\$ <u>9,460,000.00</u>		\$ <u>983,840.00</u>	\$ <u>10,443,840.00</u>

\$2,450,000.00 General Obligation Bonds of 2024

Payment Date	Principal	Rate	Interest	Total
1 June 25	\$ 0.00		\$ 122,500.00	\$ 122,500.00
1 Dec 25	0.00		61,250.00	61,250.00
1 Jun 26	<u>2,450,000.00</u>	5.00%	<u>61,250.00</u>	<u>2,511,250.00</u>
	\$ <u>2,450,000.00</u>		\$ <u>245,000.00</u>	\$ <u>2,695,000.00</u>

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

NOTES TO COMBINED FINANCIAL STATEMENTS

General Long-Term Debt (continued)

The District has entered into various lease agreements as lessee for financing the acquisition school furniture, fixtures and equipment as well as acquisition of geothermal equipment, construction and equipping of a practice gym facility and parking lot and infrastructure related thereto and LED Lighting. The lease agreements qualify as capital leases for accounting purposes since title transfers at the end of the lease term and they have been recorded at the present value of the future minimum lease payments. The leases contain a clause which gives the District the ability to terminate the lease agreement at the end of each fiscal year.

As noted in Note 1 to the financial statements, the District does not record fixed assets in the financial statements. Consistent with this, the District has not recorded the above assets as assets in the General Fixed Assets Account Group. The District has recorded the liability for future lease payments in the general long-term debt account group for the above leases. The schedule of future minimum lease payments under the capital lease and the present value of the net minimum lease payments as June 20, is as follows:

Year Ending June 30.	Jan 2021 LED Lighting Lease	Oct 2020 Lease Purchase	June 2020 Lease Purchase	Dec 2016 Lease Purchase	Sept. 2023 Lease Purchase	Total
2025	\$63,180	\$6,297,808	\$2,865,000	\$715,604	\$ 678,225	\$10,619,817
2026	63,180	6,493,608	2,500,000	715,604	678,225	10,450,617
2027	0	6,698,460	2,500,000	715,604	678,225	10,623,685
2028	0	7,597,073	2,500,000	747,000	678,225	10,775,298
2029	0	7,200,795	2,500,000	0	678,225	10,379,020
2030	0	3,894,490	5,980,000	0	678,225	10,552,715
2031	0	0	6,900,000	0	678,225	7,578,225
2032	0	0	0	0	678,225	678,225
2033	0	0	0	0	678,225	678,225
Total	\$126,360	\$ 38,182,234	\$25,745,000	\$2,178,207	\$6,782,250	\$ 73,014,051
Less Interest	(5,444)	(2,397,233)	(2,698,692)	(120,930)	(1,597,675)	(6,819,974)
Present Value	\$120,916	\$35,785,001	\$23,046,308	\$2,057,277	\$5,184,575	\$66,194,077

Cash Fund Balance

Cash fund balance represents the funds not encumbered by purchase order, legal contracts, and outstanding warrants.

Safeguard of Deposits and Investments

The District's investments policies are governed by state statute. Permissible investments include direct obligations of the United States Government and Agencies; certificates of deposit of savings and loan associations, and bank and trust companies; and savings accounts or savings certificates of savings and loan associations, and trust companies. Collateral is required for demand deposits and certificates of deposit for all amounts not covered by federal deposit insurance. The District Treasurer is responsible for maintaining adequate coverage of all funds on deposit through security pledges approved by the Treasurer of the State of Oklahoma.

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

NOTES TO COMBINED FINANCIAL STATEMENTS

- (A) Insured by Federal Deposit Insurance.
- (B) Collateralized with securities held by the pledging financial institution's trust department or agent in the District's name.
- (C) Uncollateralized.

Deposits and Investments - Custodian Credit Risk - The District's cash deposits and investments at June 30, 2024, were completely insured or collateralized by federal deposit insurance, direct obligations of the U.S. Government, or securities held by the District or by its agent in the District's name. The District's cash deposits and investments at June 30, 2024 are classified in the following categories:

	<u>Category</u>			<u>BANK</u>
	<u>(A)</u>	<u>(B)</u>	<u>(C)</u>	<u>BALANCE</u>
Cash and cash equivalents	\$ 250,000.00	\$42,581,875.38	\$ 0.00	\$32,526,352.92
Investments	0.00	0.00	0.00	0.00
Total	<u>\$ 250,000.00</u>	<u>\$42,581,875.38</u>	<u>\$ 0.00</u>	<u>\$32,526,352.92</u>

G. Revenue, Expenses and Expenditures

State Revenues

Revenues from state sources for current operations are primarily governed by the state aid formula under the provisions of Article XVIII, Title 70, Oklahoma Statutes. The State Board of Education administers the allocation of state aid funds to school districts based on information accumulated from the districts. After review and verification of reports and supporting documentation, the State Department of Education may adjust subsequent fiscal period allocations of money for prior year errors disclosed by review. Normally, such adjustments are treated as reductions or additions of revenue of the year when the adjustment is made.

The District receives revenue from the state to administer certain categorical educational programs. State Board of Education rules require that revenue ear-marked for these programs be expended only for the program for which the money is provided and require that the money not expended as of the close of the fiscal year be carried forward into the following year to be expended for the same categorical program. The State Department of Education requires that categorical educational program revenues be accounted for in the general fund.

Property Tax Revenue

The District is authorized by state law to levy property taxes which consists of ad valorem taxes on real and personal property within the District. The County Assessor, upon receipt of the certification of tax levies from the county excise board, extends the tax levies on the tax roll for submission to the county treasurer prior to October 1. The county treasurer must commence tax collection within fifteen days of receipt of the tax rolls. The first half of the taxes are due prior to January 1. The second half is due prior to April 1.

If the first payment is not made timely, the entire tax becomes due and payable on January 2. Second half taxes become delinquent on April 1 of the year following the year of assessment. If not paid by the following October 1, the property is offered for sale for the amount of taxes due. The owner has two years to redeem the property by paying the taxes and penalty owed. If at the end of two years the owner has not done so, the purchaser is issued a deed to the property.

PIEDMONT SCHOOL DISTRICT #I-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

NOTES TO COMBINED FINANCIAL STATEMENTS

Inter-fund Transactions

Quasi-external transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursement to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the fund that is reimbursed. Any legally authorized transfers are treated as operating transfers and are included in the results of the Government Funds. Transfers between the Agency Funds (Activity Funds) and the Governmental Fund Types (General Fund) are shown as operating transfers into the Governmental Fund Types (General Fund) only. No transfer is shown out from the Agency Funds as they are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

2. Risk Management

Liabilities Protection Plan

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; or acts of God. The District purchases commercial insurance to cover these risks, including general and auto liability, property damage, and public officials liability. Settled claims resulting from these risks have not exceeded the commercial insurance coverage in any of the past three fiscal years.

The School also participates in a risk pool for Workers' Compensation coverage in which there is transfer or pooling risks among the participants of that pool. In accordance with professional standards, the District reports the required contribution to the pool, net of refunds, as insurance expense. The risk pool is the Oklahoma School Assurance group (OSAG), an organization formed for the purpose of providing workers' compensation coverage to participating schools in the State of Oklahoma. In that capacity, OSAG is responsible for providing loss control services and certain fiscal activities, including obtaining contract arrangements for the underwriting, excess insurance agreements, claims processing, and legal defense for any and all claims submitted to them during the plan year. As a member of OSAG, the District is required to pay fees set by OSAG according to an established payment schedule. A portion of the fees paid by the District goes into a loss fund for the District. The fee for the loss fund is calculated by projecting losses based on the District's losses for the last five years. OSAG provides coverage in the excess of the Loss Fund so the District's liability for claim loss is limited to the balance of the loss fund. If the District does not use their loss fund in three years, it is returned to them with no interest.

The District is also a member of the Oklahoma Public School Unemployment Compensation Program. In this program, the District is required to make a deposit based on past experience for potential unemployment claims. The funds for each District are kept separate. The money contributed by each District does not earn interest and is fully insured. If the District has claims in excess of the amount of their account, they would be liable for the excess.

Surety Bonds

Dr. Drew Eichelberger, Superintendent, is bonded with the RLI Insurance Company, in the amount of \$100,000.00. The bond number is LSM1822853, dated July 1, 2023 to July 1, 2024.

Jennifer Fuller, District Treasurer, is bonded with the RLI Insurance Company, in the amount of \$100,000.00. The bond number is LSM1822854, dated July 1, 2023 to July 1, 2024.

The District maintains several Public Official Position Schedule Bond with RLI Insurance Agency. Minutes Clerk/Assistant Minutes Clerkin the amount of \$5,000.00 each, Activity Fund Clerk/Assistant Activity Fund Clerk in the amount of \$10,000.00 each, Encumbrance Clerk/Assistant Encumbrance Clerk in the amount of \$50,000.00 each, Site Secretaries in the amount of \$10,000.00 each, Athletic Director in the amount of \$50,000.00, Athletic Secretary in the amount of \$50,000.00, and the Assistant Activity Fund Custodian in the amount of \$10,000.00 each. The bond number is POB1102274, dated July 1, 2023 to July 1, 2024.

PIEDMONT SCHOOL DISTRICT #I-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

NOTES TO COMBINED FINANCIAL STATEMENTS

The District participates in the state-administered Oklahoma Teachers' Retirement System (the "System"), which is a cost-sharing, multiple-employer public employee retirement system (PERS). Under the System, contributions are made by the District, the State of Oklahoma, and the participating employees. Participation is required for all teachers and other certified employees and is optional for all other regular employees of public educational institutions who work at least 20 hours per week. A participant's date of membership is the date the first contribution is made to the System. The System is administered by a board of trustees which acts as a fiduciary for investing the funds and governing the administration of the System. The District has no responsibility or authority for the operation and administration of the System nor has it any liability, except for the current contribution requirements.

3. Employee Retirement System

A participant with 5 years of creditable service may retire with a normal retirement allowance at the age of sixty-two or with reduced benefits as early as age fifty-five. The normal retirement allowance paid monthly for life and then to beneficiaries, if certain options are exercised, equals two percent of the average of the highest three earning years of contributory service multiplied by the number of years of credited service. A participant leaving employment before attaining retirement age, but completing ten years of service, may elect to vest his accumulated contributions and defer receipt of a retirement annuity until a later date. When a participant dies in active service and has completed ten years of credited service, the beneficiary is entitled to a death benefit of \$18,000.00, and the surviving spouse may, in lieu of the death benefit, elect to receive, subject to the surviving spousal options, the participant's retirement benefits accrued at the time of death.

The contribution rates for the District and its employees, which are not actuarially determined, are established by statute and applied to the employee's earnings, plus employer-paid fringe benefits. The District is required by statute to contribute 9.5% of applicable compensation for the year ended June 30, 2020. An additional 7.9% of compensation is required for federal grants. The District is allowed by the Oklahoma Teachers Retirement System to make the required contributions on behalf of the participating members. The required contribution for participating member is 7% up to a maximum compensation level.

The total contributions for employees of Piedmont School District #I-22 covered by the System for the year 2024, 2023 and 2022 were \$2,647,495, \$2,162,041, and \$1,723,355, respectively.

The pension benefit obligation is a standardized disclosure measure of the present value of pension benefits. This pension valuation method reflects the present value of estimated pension benefits that will be paid in the future years as a result of employee services performed to date and is adjusted for the effect of projected salary increases. There are no actuarial valuations performed on individual school districts the Oklahoma Teacher Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the System. The System issues and independent financial report, financial statements, and required supplementary information that may be obtained by writing to the Oklahoma Teachers' Retirement System, P.O. Box 53624, Oklahoma City, OK 73152 or by calling 405-521-2387.

4. Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

5. Subsequent Events

Management has evaluated subsequent events through March 10, 2025, which is the date the financial statements were available to be issued and has determined that no additional information needs to be added to the financial statement.

Piedmont School District No. 1-22, Canadian County, Oklahoma
Combining Statement of Assets, Liabilities and Fund Balances
Regulatory Basis - All Special Revenue Funds
June 30, 2024

	SCHEDULE A-1		
	Building Fund	Child Nutrition Fund	Total June 30, 2024
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 7,383,173	\$ 1,351,717	\$ 8,734,889
Investments	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u>\$ 7,383,173</u>	<u>\$ 1,351,717</u>	<u>\$ 8,734,889</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Warrants Payable	\$ 243,638	\$ 155,145	\$ 398,783
Reserve for Encumbrances	<u>75,706</u>	<u>8,304</u>	<u>84,010</u>
<i>Total Liabilities</i>	<u>\$ 319,344</u>	<u>\$ 163,449</u>	<u>\$ 482,793</u>
Fund Balances:			
Restricted	<u>\$ 7,063,829</u>	<u>\$ 1,188,268</u>	<u>\$ 8,252,096</u>
<i>Total Fund Balances</i>	<u>\$ 7,063,829</u>	<u>\$ 1,188,268</u>	<u>\$ 8,252,096</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 7,383,173</u>	<u>\$ 1,351,717</u>	<u>\$ 8,734,889</u>

Piedmont School District No. I-22, Canadian County, Oklahoma
Combining Statement of Assets, Liabilities and Fund Balances
Regulatory Basis - All Capital Project Funds
June 30, 2024

	SCHEDULE A-2				
	Total				
	June 30,				
	2024				
<u>ASSETS</u>	<u>Bond</u>	<u>Bond</u>	<u>Bond</u>	<u>Bond</u>	
	<u>31</u>	<u>32</u>	<u>33</u>	<u>34</u>	
Cash and Cash Equivalents	\$ 1,000	\$ 416,036	\$ 950,000	\$ 1,500,000	\$ 2,866,036
Investments	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u>\$ 1,000</u>	<u>\$ 416,036</u>	<u>\$ 950,000</u>	<u>\$ 1,500,000</u>	<u>\$ 2,866,036</u>
<u>LIABILITIES AND FUND BALANCES</u>					
Liabilities:					
Warrants Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Reserve for Encumbrances	<u>1,000</u>	<u>179,126</u>	<u>4,500</u>	<u>0</u>	<u>183,626</u>
<i>Total Liabilities</i>	<u>\$ 1,000</u>	<u>\$ 179,126</u>	<u>\$ 4,500</u>	<u>\$ 0</u>	<u>\$ 183,626</u>
Fund Balances:					
Restricted	\$ 0	\$ 236,911	\$ 945,500	\$ 1,500,000	\$ 2,682,411
<i>Total Fund Balances</i>	<u>\$ 0</u>	<u>\$ 236,911</u>	<u>\$ 945,500</u>	<u>\$ 1,500,000</u>	<u>\$ 2,682,411</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 1,000</u>	<u>\$ 416,036</u>	<u>\$ 950,000</u>	<u>\$ 1,500,000</u>	<u>\$ 2,866,036</u>

Piedmont School District No. 1-22, Canadian County, Oklahoma
Combining Statement of Assets, Liabilities and Fund Balances
Regulatory Basis - All Trust & Agency Funds
June 30, 2024

	SCHEDULE A-3		
	Activity	Gifts	Total
<u>ASSETS</u>	<u>Fund</u>	<u>Fund</u>	<u>June 30, 2024</u>
Cash and Cash Equivalents	\$ 1,329,503	\$ 1,701	\$ 1,331,204
Investments	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u>\$ 1,329,503</u>	<u>\$ 1,701</u>	<u>\$ 1,331,204</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Warrants Payable	\$ 97,371	\$ 0	\$ 97,371
Due to Activity Groups	1,232,132	0	1,232,132
Reserve for Encumbrances	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Liabilities</i>	<u>\$ 1,329,503</u>	<u>\$ 0</u>	<u>\$ 1,329,503</u>
Fund Balances:			
Restricted	\$ <u>0</u>	\$ <u>1,701</u>	\$ <u>1,701</u>
<i>Total Fund Balances</i>	<u>\$ 0</u>	<u>\$ 1,701</u>	<u>\$ 1,701</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 1,329,503</u>	<u>\$ 1,701</u>	<u>\$ 1,331,204</u>

Piedmont School District No. 1-22, Canadian County, Oklahoma
Combining Statement of Revenues Collected, Expenditures Paid and Changes in
Fund Balance - Regulatory Basis - Special Revenue Funds
For the Year Ended June 30, 2024

	SCHEDULE B-1		
	Building Fund	Child Nutrition Fund	Total June 30, 2024
Revenue Collected:			
Local Sources	\$ 7,068,421	\$ 0	\$ 7,068,421
Intermediate Sources	0	0	0
State Sources	1,102,962	19,144	1,122,106
Federal Sources	0	751,567	751,567
Non-Revenue Receipts	0	1,008,324	1,008,324
<i>Total Revenue Collected</i>	<u>\$ 8,171,383</u>	<u>\$ 1,779,035</u>	<u>\$ 9,950,418</u>
Expenditures Paid:			
Instruction	\$ 360,426	\$ 0	\$ 360,426
Support Services	3,808,040	0	3,808,040
Operation of Non-Instructional Services	0	1,995,266	1,995,266
Facilities Acquisition and Construction	345,172	0	345,172
Other Outlays	0	0	0
Other Uses	0	0	0
Repayments	0	0	0
Interest Paid and Bank Charges	0	0	0
<i>Total Expenditures Paid</i>	<u>\$ 4,513,638</u>	<u>\$ 1,995,266</u>	<u>\$ 6,508,904</u>
<i>Excess of Revenues Collected Over (Under) Expenditures Paid Before Adjustments to Prior Year Encumbrances</i>	<u>\$ 3,657,745</u>	<u>\$ (216,231)</u>	<u>\$ 3,441,514</u>
Adjustments to Prior Year Encumbrances	<u>\$ 3,616</u>	<u>\$ 1,461</u>	<u>\$ 5,077</u>
Other Financing Sources (Uses):			
Estopped Warrants	\$ 0	\$ 53	\$ 53
Transfers In	0	0	0
Transfers Out	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>\$ 0</u>	<u>\$ 53</u>	<u>\$ 53</u>
<i>Excess (Deficiency) of Revenue Collected Over Expenditures Paid and Other Financing Sources (Uses)</i>	<u>\$ 3,661,361</u>	<u>\$ (214,717)</u>	<u>\$ 3,446,644</u>
<i>Fund Balance - Beginning of Year</i>	<u>3,402,468</u>	<u>1,402,984</u>	<u>4,805,452</u>
<i>Fund Balance - End of Year</i>	<u><u>\$ 7,063,829</u></u>	<u><u>\$ 1,188,268</u></u>	<u><u>\$ 8,252,096</u></u>

Piedmont School District No. I-22, Canadian County, Oklahoma
Combining Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balances
Regulatory Basis - Capital Project Funds
For the Year Ended June 30, 2024

SCHEDULE B-2

	Bond 31	Bond 32	Bond 33	Bond 34	Total June 30, 2024
Revenue Collected:					
Local Sources	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Intermediate Sources	0	0	0	0	0
State Sources	0	0	0	0	0
Federal Sources	0	0	0	0	0
Non-Revenue Receipts	0	0	0	0	0
<i>Total Revenue Collected</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures Paid:					
Instruction	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Support Services	0	48,489	0	0	48,489
Operation of Non-Instructional Services	0	0	0	0	0
Facilities Acquisition and Construction	4,175,476	10,829,010	4,500	0	15,008,986
Other Outlays	0	0	0	0	0
Other Uses	0	0	0	0	0
Repayments	0	0	0	0	0
Interest Paid and Bank Charges	0	0	0	0	0
<i>Total Expenditures Paid</i>	<u>\$ 4,175,476</u>	<u>\$ 10,877,499</u>	<u>\$ 4,500</u>	<u>\$ 0</u>	<u>\$ 15,057,475</u>
<i>Excess of Revenues Collected Over (Under) Expenditures Paid Before Adjustments to Prior Year Encumbrances</i>	<u>\$ (4,175,476)</u>	<u>\$ (10,877,499)</u>	<u>\$ (4,500)</u>	<u>\$ 0</u>	<u>\$ (15,057,475)</u>
Adjustments to Prior Year Encumbrances	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Other Financing Sources (Uses):					
Estopped Warrants	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Proceeds from Bond Sales	0	9,469,200	950,000	1,500,000	0
Transfers In (Out)	0	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>\$ 0</u>	<u>\$ 9,469,200</u>	<u>\$ 950,000</u>	<u>\$ 1,500,000</u>	<u>\$ 0</u>
<i>Excess (Deficiency) of Revenue Collected Over Expenditures Paid and Other Financing Sources (Uses)</i>	<u>\$ (4,175,476)</u>	<u>\$ (1,408,299)</u>	<u>\$ 945,500</u>	<u>\$ 1,500,000</u>	<u>\$ (3,138,275)</u>
<i>Fund Balance - Beginning of Year</i>	<u>4,175,476</u>	<u>1,645,210</u>	<u>0</u>	<u>0</u>	<u>5,820,686</u>
<i>Fund Balance - End of Year</i>	<u><u>\$ 0</u></u>	<u><u>\$ 236,911</u></u>	<u><u>\$ 945,500</u></u>	<u><u>\$ 1,500,000</u></u>	<u><u>\$ 2,682,411</u></u>

Piedmont School District No. 1-22, Canadian County, Oklahoma
Combining Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balances
Budget and Actual - Regulatory Basis - Special Revenue Funds
For the Year Ended June 30, 2024

	Building Fund			Child Nutrition Fund			SCHEDULE C-1 Total		
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual
Revenue Collected:									
Local Sources	\$ 1,452,244	\$ 1,452,244	\$ 7,068,421	\$ 0	\$ 0	\$ 0	\$ 1,452,244	\$ 1,452,244	\$ 7,068,421
Intermediate Sources	0	0	0	0	0	0	0	0	0
State Sources	0	0	1,102,962	17,600	17,600	19,144	17,600	17,600	1,122,106
Federal Sources	0	0	0	673,400	673,400	751,567	673,400	673,400	751,567
Non-Revenue Receipts	0	0	0	0	0	1,008,324	0	0	1,008,324
<i>Total Revenue Collected</i>	<u>\$ 1,452,244</u>	<u>\$ 1,452,244</u>	<u>\$ 8,171,383</u>	<u>\$ 691,000</u>	<u>\$ 691,000</u>	<u>\$ 1,779,035</u>	<u>\$ 2,143,244</u>	<u>\$ 2,143,244</u>	<u>\$ 9,950,418</u>
Expenditures Paid:									
Instruction	\$ 375,000	\$ 375,000	\$ 360,426	\$ 0	\$ 0	\$ 0	\$ 375,000	\$ 375,000	\$ 360,426
Support Services	4,129,712	4,129,712	3,808,040	0	0	0	4,129,712	4,129,712	3,808,040
Operation of Non-Instructional Services	0	0	0	2,902,461	2,902,461	1,995,266	2,902,461	2,902,461	1,995,266
Facilities Acquisition and Construction	350,000	350,000	345,172	0	0	0	350,000	350,000	345,172
Other Outlays	0	0	0	0	0	0	0	0	0
Other Uses	0	0	0	0	0	0	0	0	0
Repayments	0	0	0	0	0	0	0	0	0
Interest Paid	0	0	0	0	0	0	0	0	0
<i>Total Expenditures Paid</i>	<u>\$ 4,854,712</u>	<u>\$ 4,854,712</u>	<u>\$ 4,513,638</u>	<u>\$ 2,902,461</u>	<u>\$ 2,902,461</u>	<u>\$ 1,995,266</u>	<u>\$ 7,757,173</u>	<u>\$ 7,757,173</u>	<u>\$ 6,508,904</u>
<i>Excess of Revenues Collected Over (Under) Expenditures Paid Before Adjustments to Prior Year Encumbrances</i>	<u>\$ (3,402,468)</u>	<u>\$ (3,402,468)</u>	<u>\$ 3,657,745</u>	<u>\$ (2,211,461)</u>	<u>\$ (2,211,461)</u>	<u>\$ (216,231)</u>	<u>\$ (5,613,929)</u>	<u>\$ (5,613,929)</u>	<u>\$ 3,441,514</u>
Adjustments to Prior Year Encumbrances	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,616</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,461</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5,077</u>
Other Financing Sources (Uses):									
Estopped Warrants	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 53	\$ 0	\$ 0	\$ 53
Transfers In	0	0	0	808,477	808,477	0	808,477	808,477	0
Transfers Out	0	0	0	0	0	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 808,477</u>	<u>\$ 808,477</u>	<u>\$ 53</u>	<u>\$ 808,477</u>	<u>\$ 808,477</u>	<u>\$ 53</u>
<i>Excess (Deficiency) of Revenue Collected Over Expenditures Paid and Other Financing Sources (Uses)</i>	<u>\$ (3,402,468)</u>	<u>\$ (3,402,468)</u>	<u>\$ 3,661,361</u>	<u>\$ (1,402,984)</u>	<u>\$ (1,402,984)</u>	<u>\$ (214,717)</u>	<u>\$ (4,805,452)</u>	<u>\$ (4,805,452)</u>	<u>\$ 3,446,644</u>
<i>Fund Balance - Beginning of Year</i>	<u>3,402,468</u>	<u>3,402,468</u>	<u>3,402,468</u>	<u>1,402,984</u>	<u>1,402,984</u>	<u>1,402,984</u>	<u>4,805,452</u>	<u>4,805,452</u>	<u>4,805,452</u>
<i>Fund Balance - End of Year</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,063,829</u>	<u>\$ (0)</u>	<u>\$ (0)</u>	<u>\$ 1,188,268</u>	<u>\$ (0)</u>	<u>\$ (0)</u>	<u>\$ 8,252,096</u>

Piedmont School District No. 1-22, Canadian County, Oklahoma
Combining Statement of Assets, Liabilities and Fund Equity
Regulatory Basis - Activity Fund
June 30, 2024

	SCHEDULE D-1
	School
	Activity
	Fund
<u>ASSETS</u>	
Cash	\$ 1,329,503
Investments	<u>0</u>
<i>Total Assets</i>	\$ <u><u>1,329,503</u></u>
 <u>LIABILITIES AND FUND EQUITY</u>	
Liabilities:	
Warrants Outstanding	\$ 97,371
Due To Activity Groups	<u>1,232,132</u>
<i>Total Liabilities</i>	\$ <u>1,329,503</u>
Fund Equity:	
Unassigned	\$ <u>0</u>
<i>Total Liabilities and Fund Equity</i>	\$ <u><u>1,329,503</u></u>

Piedmont School District No. 1-22, Canadian County, Oklahoma
Combining Statement of Changes in Assets and Liabilities
Regulatory Basis - Activity Fund
For the Year Ended June 30, 2024

ACTIVITIES					SCHEDULE D-2	
	Balance				Balance	
	July 1, 2023	Additions	Transfers	Deletions	June 30, 2024	
Athletics	\$ 7,668	\$ 393,739	\$ (2,120)	\$ 339,062	\$ 62,345	
Baseball	37,645	98,649	0	122,843	13,451	
Softball	7,031	77,662	0	68,130	16,564	
Esports	0	0	0	0	0	
Basketball/Boys	6,053	16,682	0	18,096	4,639	
Basketball/Girls	2,488	20,383	0	19,368	3,503	
Football	45,085	37,906	0	75,807	7,184	
Touchdown	17,396	26,826	12,700	36,221	8,000	
Football/Ban Concessions	45,421	49,917	(21,647)	29,307	66,031	
Golf/Girls	5,275	6,439	0	5,045	6,669	
Golf/Boys	5,234	4,195	0	3,699	5,730	
Soccer	25,011	42,270	0	40,146	27,135	
Tennis	2,685	1,140	0	1,092	2,733	
Volleyball	22,752	16,238	0	15,752	23,238	
Swimming	558	645	0	877	326	
Wrestling	6,825	1,260	0	7,297	788	
Track & Field	23,742	21,831	0	27,609	17,964	
Cross Country	6,456	30,859	0	23,633	13,683	
Band/MS & HS	35,151	188,461	0	159,189	64,422	
Band Boosters	22,543	10,613	12,700	13,926	19,231	
Vocal/MS & HS	12,683	13,756	0	13,752	12,687	
HS Pom	11,940	24,005	0	25,684	10,262	
HS Cheer	2,548	52,235	0	40,190	14,593	
MS Cheer	2,191	4,428	0	3,489	3,130	
Special Olympics	2,468	19,599	0	20,218	1,849	
District Concession	11,427	56,620	(1,633)	54,926	13,121	
Admin Account	9,612	14,050	0	10,423	13,239	
Child Nutrition	0	1,010,321	0	1,010,321	0	
General Fund Refund	0	0	0	0	0	
Foundation Grants	1,334	0	0	0	1,334	
Friends of LEAP	34	0	0	0	34	
Safe Schools	5,042	0	0	0	5,042	
Technology/Maintenance	30,933	86,211	0	65,684	51,460	
Wildcat Clubhouse	68,774	395,049	0	357,739	106,085	
Elementary LEAP	0	600	0	525	75	
HS Academic Team	807	634	0	1,391	50	
HS BPA	391	155	0	374	172	
HS Drama	17,283	23,959	0	12,720	28,523	
HS DUCK Week	12,577	177,109	0	178,894	10,791	
HS FCCLA	1,412	740	0	898	1,253	
HS Wildcat Pack	3,734	0	0	0	3,734	
HS Key Club	2,414	0	0	0	2,414	
HS Library	7,564	5,144	0	868	11,841	
HS NHS	3,152	2,143	0	1,242	4,053	
HS Parking Lot	35,283	11,433	0	1,521	45,195	
HS Principal	52,132	65,998	5,183	85,591	32,539	

Piedmont School District No. 1-22, Canadian County, Oklahoma
Combining Statement of Changes in Assets and Liabilities
Regulatory Basis - Activity Fund
For the Year Ended June 30, 2024

SCHEDULE D-2

ACTIVITIES	Balance July 1, 1899	Additions	Transfers	Deletions	Balance June 30, 1900
HS Prom	\$ 34,537	\$ 27,317	\$ 0	\$ 18,245	\$ 43,609
HS PTSA	2,246	1,169	0	1,544	1,871
HS Science	118	0	0	0	118
HS Spanish Club	60	2,552	0	1,903	709
HS STUCO	7,026	24,634	0	22,290	9,370
HS Yearbook	8,098	1,138	0	5,260	3,976
HS Youth and Government	545	0	0	0	545
HS Freshman Class	1,375	0	(1,375)	0	1,375
HS Sophomore Class	1,315	0	60	0	1,315
HS Junior Class	1,745	0	(430)	0	1,745
HS Senior Class	5,183	21,863	(3,439)	16,829	10,217
Elementary Yearbook	12,803	2,265	0	5,693	9,374
AG Education	5,669	66,966	0	55,221	17,413
AG Booster Club	852	2,652	0	169	3,335
HS Culinary	0	1,100	0	0	1,100
MS Art	31	0	0	0	31
MS FACS	1,939	4,901	0	4,166	2,674
MS Drama/Speech	3	9,204	0	6,362	2,844
MS Library	1,349	5,597	0	3,705	3,240
MS Principal	24,605	16,614	0	23,643	17,577
MS PTO	123	728	0	114	737
MS STUCO	6,605	4,415	0	3,871	7,148
PI Library	10,819	41,535	0	40,950	11,403
PI Principal	22,175	4,597	0	12,521	14,251
PI PTO	7,307	40,945	0	32,614	15,638
PE Fine Arts	8,050	633	0	623	8,060
PE Library	16,234	20,178	0	19,387	17,026
PE Principal	28,120	55,242	0	42,062	41,300
PE PTO	23,045	38,372	0	34,678	26,739
PE Sequoyah Club	399	0	0	132	267
NW Library	8,400	12,427	0	14,566	6,261
NW Paw Pride	3,581	0	0	0	3,581
NW Playground	37	0	0	0	37
NW Principal	15,556	36,609	0	29,610	22,556
NW PTO	242	0	0	0	242
NW Sequoyah Club	42	0	0	0	42
NW Sound	1,006	2,463	0	2,571	898
NW Art	3,788	1,105	0	0	4,893
SR Art	7,289	2,535	0	999	8,825
SR Library	7,938	24,129	0	21,966	10,100
SR Principal	19,306	34,182	0	33,525	19,963
SR PTO	49,761	56,513	0	55,727	50,546
SR Music	1,990	1,410	0	1,242	2,158
ECC Expressions	1,411	2,245	0	1,602	2,054
ECC Library	19,157	11,958	0	8,978	22,137
ECC Principal	54,635	50,520	0	39,435	65,720
TOTALS	\$ 1,047,266	\$ 3,640,618	\$ 0	\$ 3,455,752	\$ 1,232,132

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
ALLOCATIONS & EXPENDITURES
07/01/23 to 06/30/24

FEDERAL GRANTOR/PASS THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS- THROUGH GRANTOR'S NUMBER	PROGRAM OR AWARD AMOUNT	CASH/(ACCRUED) OR DEFERRED REVENUE AT JULY 1, 2023	RECEIPTS OR REVENUE RECOGNIZED	DISBURSEMENTS/ EXPENDITURES	CASH/(ACCRUED) OR DEFERRED REVENUE AT JUNE 30, 2024	INDIRECT COST
U.S. Department of Education								
Indian Education, Title VII	84.060	561		0.00	0.00	115,334.40	(115,334.40)	0.00
State Department of Education								
Title I, Part A	84.010	511/541	295,764.31	(71,602.86)	141,287.59	277,246.42	(207,561.69)	5,596.00
Title II, Part A	84.367A	541	165,340.60	(19,895.54)	36,234.45	125,294.72	(108,955.81)	2,528.96
Title IV Part A	84.424	552	20,262.55	(6,269.30)	6,269.30	16,589.72	(16,589.72)	0.00
Title III, Part A English Language	84.365	572	13,769.36	0.00	0.00	2,901.00	(2,901.00)	58.55
IDEA-B Prof Dev/Transition/Flow Through	84.027	613/618/621	851,398.37	(177,698.55)	427,484.79	821,969.80	(572,173.56)	16,553.62
IDEA-B American Rescue Plan	84.027X	628	0.00	(9,020.18)	9,020.18	0.00	0.00	0.00
ARRA Preschool	84.027X	643	0.00	(1,410.00)	1,410.00	0.00	0.00	0.00
IDEA-B Part B Preschool	84.173	641	23,818.97	(7,403.20)	22,545.92	23,252.80	(8,110.08)	0.00
Special Education Cluster				(195,531.93)	460,460.89	845,212.60	(580,283.64)	16,553.62
Covid-19, School Counselor Corps	84.425U	722	84,000.00	(20,088.19)	61,310.13	41,221.94	0.00	0.00
OSDH Reopening School Grant	93.323	723	0.00	(88,583.51)	88,583.51	0.00	0.00	0.00
Covid-19, Student Teacher Stipend	84.425U	725	1,749.00	0.00	1,749.00	1,749.31	(0.31)	0.00
Covid-19, Science of Reading	84.425U	726/772	5,814.00	646.00	10,982.00	11,626.20	1.80	0.00
Covid 19, Cares Act - ESSER II	84.425D	794	234,834.72	(405,973.04)	640,807.76	234,834.72	0.00	0.00
Covid 19, Cares Act - ESSER III - ARP	84.425U	795	365,471.28	(566,659.32)	932,130.60	365,471.28	0.00	4,451.85
Total Covid 19 Funds				(1,080,658.06)	1,735,563.00	654,903.45	1.49	4,451.85
Oklahoma State Department of Rehabilitation Services								
Rehabilitation Services	84.126	456	12,165.00	11,375.00	12,165.00	0.00	23,540.00	0.00
U.S. Department of Agriculture -								
Child Nutrition								
Covid 19, Supply Chain Assistance	10.555	759	122,441.38	0.00	122,441.38	122,441.38	0.00	0.00
National School Lunch Program	10.555	763	1,744,265.52	1,906,514.21	529,918.51	1,744,265.52	692,167.20	0.00
School Breakfast Program	10.553	764	99,207.23	0.00	99,207.26	99,207.26	0.00	0.00
Child Nutrition Cluster				1,906,514.21	751,567.15	1,965,914.16	692,167.20	0.00
Commodity Distribution (Non-Cash)	10.565	N/A	83,382.65	0.00	83,382.65	83,382.65	0.00	0.00
Total Child Nutrition Program				1,906,514.21	834,949.80	2,049,296.81	692,167.20	0.00
Total Federal Financial Assistance				455,348.01	3,315,513.54	4,086,779.12	(315,917.57)	29,188.98

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
ALLOCATIONS & EXPENDITURES
07/01/23 to 06/30/24

NOTE 1: The Schedule of Expenditures of Federal Awards was prepared using the same accounting policies used in preparing the District's financial statements.
The District's policy is to recognize expenditures when encumbered (contracted for) rather than at the time the related fund liability is incurred.

NOTE 2: The District policy is to expend Child Nutrition federal, state and local revenues, in that order, during each fiscal year. If there are any unexpended federal or state funds remaining at the end of a fiscal year, those funds will be expended during the next fiscal year, prior to the utilization of current year funding.

NOTE 3: The amount shown as received and expended in the Child Nutrition for commodities represents a nonmonetary value of the food commodities received.
Therefore, the total revenues and expenditures do not agree with the financial statements by this amount.

NOTE 4: Indirect Costs are included in the total expenditures.

NOTE 5: The District has elected not to use the 10% de Minimis indirect cost rate allowed under Uniform Guidance.

NOTE 6: The District reports they received approximately \$15,000 of federally funded personal protective equipment (PPE) from all sources.

NOTE 7: The District received funds for Science of Reading, the payment notice directed the District to code to 772. Project 772 and 726 is combined on the SEFA.

S & B CPA's & Associates, PLLC
302 North Independence, Suite 103
Enid, Oklahoma 73701
580-265-8651

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Honorable Board of Education
Piedmont School District #1-22
Canadian County, Oklahoma

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the accompanying fund type and account group financial statements, regulatory basis, of Piedmont School District #1-22, Canadian County, Oklahoma, (the District) as listed in the Table of Contents, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's combined financial statements, and have issued our report thereon dated March 10, 2025, which was adverse with respect to the presentation of the financial statements in conformity with the accounting principles generally accepted in the United States because the presentation followed the regulatory basis of accounting for Oklahoma school districts and did not conform to the presentation requirements of the Governmental Accounting Standards Board. However, our report was qualified for the omission of general fixed asset account groups with respect to the presentation of financial statements on the regulatory basis of accounting authorized by the Oklahoma State Board of Education.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

INTERNAL CONTROL/COMPLIANCE REPORT
Piedmont School District #I-22

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

I noted certain matters that I reported to the District in a separate letter titled Current Year Audit Exceptions and Recommendations as item B-1.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Piedmont School District #I-22, Canadian County, Oklahoma's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

S & B CPAs & Associates, PLLC

S & B CPAs & Associates, PLLC
March 10, 2025

S & B CPA's & Associates, PLLC
302 North Independence, Suite 103
Enid, Oklahoma 73701
580-265-8651

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND
ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY *THE UNIFORM GUIDANCE*

Honorable Board of Education
Piedmont School District #1-22
Canadian County, Oklahoma

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Piedmont School District #1-22, Canadian County, Oklahoma's (the District) compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2024. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the "Auditor's Responsibilities for the Audit of Compliance" section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibility for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists.

The risk of not detecting material non-compliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, and the Uniform Guidance we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the "Auditor's Responsibilities for the Audit of Compliance" section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed. The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

S & B CPAs & Associates, PLLC

S & B CPAs & Associates, PLLC
March 10, 2025

PIEDMONT ISD NO. 6, CANADIAN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024

SECTION 1

Financial Statements

Summary of Auditor's Results

- | | |
|---|--|
| 1. Type of auditor's report issued | Adverse |
| With respect to conformity with
Generally Accepted Accounting Principles | |
| With respect to the use of Regulatory
basis of accounting and the omission
of the general fixed asset group | Qualified - due to omission
of the general fixed
asset group |
| 2. Internal Control over financial reporting: | |
| a. Material weaknesses identified? | No |
| b. Significant deficiencies identified not considered to be material weaknesses? | None reported |
| c. Noncompliance material to the financial statements noted? | No |

Federal Awards

- | | |
|--|---------------|
| 1. Internal control over major programs: | |
| a. Material weaknesses identified? | No |
| b. Significant deficiencies identified not considered to be a material weakness? | None reported |
| 2. Type of auditor's report issued on compliance for major programs: | |
| Unqualified | |
| 3. Any audit findings disclosed that are required to be reported in accordance
with The Uniform Guidance. | |
| None reported | |
| 4. Identification of major programs: | |
| <u>Name of Federal Program</u> | <u>CFDA#</u> |
| IDEA-B Flowthrough | 84.027 |
| IDEA-B Preschool | 84.173 |
| Covid-19 IDEA-B Preschool ARP | 84.173 |
| Covid-19 Supply Chain Assistance | 10.555 |
| National School Lunch Program | 10.555 |
| National School Breakfast Program | 10.553 |
| 5. Dollar Threshold used to distinguish between Type A and Type B programs: | |
| \$750,000 | |
| 6. Auditee qualified as a low-risk auditee? | |
| No | |

PIEDMONT ISD NO. 6, CANADIAN COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024

SECTION 2

24-01 Finding

Statement of Conditions – In reviewing payroll it appears an employee was over paid, two employees where the contract increase was not listed on the contract, and one employee who was paid an extra duty and did not have a contract for the said duty.

Criteria – The District should pay salary amounts as listed on employment contracts, extra duty contracts or approved time sheets.

Cause/Effect of Condition – Not all payrolls were verified to employment or extra duty contracts for correct amounts, which resulted in incorrect payments.

Recommendation – All contracts for employment of, or related employee information worksheets for a teacher or administrator by a district board of education shall include all categories in a clear and concise format. (70-6-101.6). Also, I recommend District administrator initiate procedures to verify the above mentioned payroll differences and necessary, consult with legal counsel concerning the necessary actions required.

24-02 Finding

Statement of Condition- Pre-numbered Admission Tickets for School Sponsored Events were not utilized.

Criteria- Pre-numbered admission tickets should be used for admissions in order to establish internal control. All tickets not sold by the gate keeper(s) should be accounted for at the end of each event and a written reconciliation made of tickets sold to actual revenues collected and verified by two (2) counting individual's signatures. Reconciliation documents along with the unseparated side of the used admission tickets should be placed in a container and presented to the Activity Fund Custodian.

Cause/Effect of Conditions- Not utilizing or retaining admission tickets could lead to loss of revenues and provides no documentation of actual collections for events.

Recommendations- The District should utilize admission tickets at all School Sponsored Events. The ticket sales reconciliation forms are to be retained along with the string of duplicate side sold tickets. The tickets may be destroyed after that fiscal years audit is complete.

SECTION 3

Major Federal Award Programs Findings

None Reported

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

DISPOSITION OF PRIOR YEAR FINDINGS
JUNE 30, 2024

2023-001 Finding

Statement of Condition – During our review of the Activity Fund Cash Reconciliation, we noted the cash balance per the bank statement and the cash balance per the Custodians Summary of Revenues and Expenditures does not agree to the District Check Report.

Criteria – The Activity Fund Custodian, as part of their job duties, is required to reconcile, on a monthly basis, the cash balance per the bank and the balance of the Activity Fund subaccounts per the Custodian's Summary of Revenues and Expenditures. This reconciliation should agree with the OCAS data submitted to the State Department of Education at year end.

Cause/Effect of Condition – The District had not entered a deposit of \$745.00 into the software by mistake. They submitted the OCAS data to the State Department prior to finding the mistake and entering the deposit. The District did not upload a new OCAS report to the State Department. Inaccurate financial statements could result if the reconciliation is not balanced each month.

Recommendation – As of November 9, 2023, the District's OCAS was still open and they were attempting to correct the issue. We recommend in the future that the District agree their summary report with their bank reconciliation at the end of each month.

Current Status – This finding was corrected during the current year.

2023-002

Statement of Condition – During our testing of payroll, we noticed three employees that did not have a signed and approved contract.

Criteria – Oklahoma State Statute 70-5-123, "No expenditure involving an amount greater than Five Hundred dollars (\$500) shall be made by a board of education except in accordance with the provisions of a written contract or purchase order."

Cause/Effect of Condition – The Payroll clerk left and a new clerk could not locate the contracts. This increases risk that employees could be paid more or less than the board/management intended.

Recommendation – The District should update and properly execute an employment contract each year.

Current Status – This finding continued in the current year.

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

DISPOSITION OF PRIOR YEAR FINDINGS
JUNE 30, 2024

Findings and Questioned Costs – Major Federal Award Programs Audit

FAL#84.010-Title I, 84.425C, 84.425D, & 84.425U-ARP ESSER for year ending June 30, 2023

2023-003 Finding

Statement of Condition - During our testing of ESSER and Title 1 federal programs, we noted the school was not having the employees who were being paid with this funding to complete Time & Effort Certifications.

Criteria – Federal regulations require that any salaries and benefits charged to a federal award(s) must be based on documentation that meets the following criteria in order to be allowable charges to the award(s):

- The employee's time must be documented in writing.
- The documentation should reflect the actual time spent by the employee on activities of the federal program(s) being charged.
- The period covered by the documentation may not exceed one month unless an approved substitute system is in place. The documentation should account for all of the employee's time for the period covered (including state/local activities).
- The documentation should be signed by the employee and the employee's supervisor.
- The requirement applies to all federal awards and subawards, including those received directly from the Federal government, unless specifically exempted by the Office of Management and Budget (OMB).

Cause/Effect of Condition – The school was not able to find these documents. The school has undergone turnover in the administrative staff during the year. They did not know if they were just not prepared or if they had been prepared and misplaced. Employees could be paid with Title I or ESSER funds and not be performing duties associated with these programs.

Recommendation –Time and effort reports should be prepared for any certified or classified staff with salary and benefits that are charged:

- Directly to a federal award.
- Directly to multiple federal awards.
- Directly to any combination of a federal award and other federal, state or local fund sources.

Current Status – This finding was corrected during the current year.

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

CURRENT YEAR AUDIT EXCEPTIONS AND RECOMMENDATIONS

No reportable conditions were noted during the 2023-24 fiscal.

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY - OKLAHOMA
JULY 1, 2023 TO JUNE 30, 2024

PRIOR YEAR AUDIT EXCEPTIONS AND RECOMENDATIONS

All prior year audit exceptions have since been resolved unless they are presented in the current year audit exceptions and recommendations followed by "A similar exception was presented in the previous years audit report".

PIEDMONT SCHOOL DISTRICT #1-22
CANADIAN COUNTY, OKLAHOMA

SCHEDULE OF ACCOUNTANTS' PROFESSIONAL LIABILITY INSURANCE AFFIDAVIT
FOR THE YEAR ENDING JUNE 30, 2024

STATE OF OKLAHOMA

)

) ss

County of GARFIELD

)

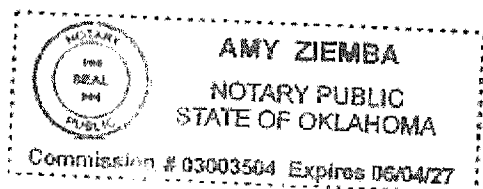
The undersigned auditing firm of lawful age, being first duly sworn on oath, says that said firm had in full force and effect Accountant's Professional Liability Insurance in Accordance with the "Oklahoma Public School Audit law" at the time of audit contract and during the entire audit engagement with Piedmont School District No. 4 for the audit year 2023-2024.

S&B CPAs & ASSOCIATES, PLLC

Subscribed and sworn to before me on this 10th day of March, 2025.
My commission expires on 4th day of June, 2027.

AMY ZIEMBA

Notary Public
Commission No. 03003504



PIEDMONT PUBLIC SCHOOLS

615 Edmond Road NW
Piedmont, OK 73078



405.373.2311
piedmontschools.org

PIEDMONT PUBLIC SCHOOL DISTRICT CANADIAN COUNTY

AUDIT FINDINGS CORRECTIVE ACTION PLAN

AUDIT YEAR 2023-2024

AUDIT FINDING REFERENCE NUMBER: 24-01

DESCRIPTION OF FINDING: In reviewing payroll it appears an employee
was over paid, two employees where the contract increase was not listed on
the contract, and one employee who was paid an extra duty and did not have a
contract for the said duty.

CONTACT PERSON: Jennifer Fuller

STEPS IMPLEMENTED: We've added an additional reviewer to examine the contracts
report from our financial software, ensuring that encumbered wages align with contract amounts before
the first payroll is processed. Additionally, we've implemented a checklist for employees with extra duty
to cross-check against the contracts report, confirming that a valid contract is in place.

COMPLETION DATE: March 26, 2025

SIGNATURE: _____

PIEDMONT PUBLIC SCHOOLS

615 Edmond Road NW
Piedmont, OK 73078



405.373.2311
piedmontschools.org

PIEDMONT PUBLIC SCHOOL DISTRICT CANADIAN COUNTY

AUDIT FINDINGS CORRECTIVE ACTION PLAN

AUDIT YEAR 2023-2024

AUDIT FINDING REFERENCE NUMBER: 24-02

DESCRIPTION OF FINDING: Pre-numbered Admission Tickets for School
Sponsored Events were not utilized.

CONTACT PERSON: Jennifer Fuller

STEPS IMPLEMENTED: Pre-numbered admission tickets with stubs are being used for all
school-sponsored events. The stubs are submitted to the finance office along with the corresponding
deposit for reconciliation and filed until the completion of that year's audit.

COMPLETION DATE: March 26, 2025

SIGNATURE: _____